

Louisiana Legislative Fiscal Office

FISCAL HIGHLIGHTS

Fiscal Year 2007-2008

Presented to:

The Honorable Donald E. Hines,
President of the State Senate
The Honorable Joe R. Salter,
Speaker of the House of Representatives
and Honorable Members of the Louisiana Legislature

Presented by:

H. Gordon Monk, Legislative Fiscal Officer
Robert E. Hosse, LFO Staff Director

September 2007

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Legislative Fiscal Officer

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LEGISLATIVE FISCAL OFFICE
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TO: The Honorable Donald E. Hines, President of the Senate
The Honorable Joe R. Salter, Speaker of the House
and Honorable Members of the Louisiana Legislature

FROM: H. Gordon Monk, Legislative Fiscal Officer
Robert E. Hosse, Staff Director

DATE: September 2007

SUBJECT: Fiscal Highlights 2007

The Legislative Fiscal Office is pleased to present you with our annual publication entitled "Fiscal Highlights." This document is a summary of fiscal actions taken during the 2006 Second Extraordinary Session and 2007 Regular Session, and a computation of historical fiscal data.

We hope you find this information useful for speeches, constituents' questions, and general information. Please contact us at (225) 342-7233 if you should have any questions or need additional information.

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OVERVIEW OF THE LEGISLATIVE FISCAL OFFICE

The Legislative Fiscal Office is an independent agency created by statute to provide factual and unbiased information to both the House of Representatives and the State Senate. The Office provides assistance to individual legislators, committees of the Legislature and the entire Legislature. Legislators' individual requests are considered confidential and will remain confidential unless otherwise requested.

The Legislative Fiscal Officer is elected by a favorable vote of a majority of the elected members of both houses of the Legislature. He may be removed by a majority vote of the elected members of both houses of the Legislature.

The Legislative Fiscal Office duties and functions include, but are not limited to, the following:

Budget Analysis - To analyze budgets prepared by the executive branch and make recommendations to the Joint Legislative Committee on the Budget, other committees and the Legislature.

Revenue Forecasting - To make continuous short and long range projections on revenues and expenditures (i.e., economic forecasting).

Committee Support - To review and evaluate requests/amendments for appropriations during the legislative sessions and make presentations to the House Appropriations Committee, the Senate Finance Committee and the Legislature. Answer the fiscal information requests of committees and individual legislators.

Fiscal Notes - To evaluate legislation for fiscal effect and provide fiscal notes detailing the effect on revenues and expenditures of such proposed legislation.

BA-7s - To review on a monthly basis requests for budget adjustments from state agencies and make recommendations to the Joint Legislative Committee on the Budget as to the merits of such requests.

Louisiana Government Performance and Accountability Act - To provide quarterly performance progress report summaries to the Joint Legislative Committee on the Budget relative to the state agencies actual performance compared to set performance standards.

Interim Emergency Board - To evaluate requests submitted to the Interim Emergency Board and to make recommendations of approval or disapproval to the Legislature of those requests.

Fiscal and Economic Impact Statements - To review on a monthly basis rules and regulations as submitted by the executive branch and to inform the Legislature and the public as to the fiscal and economic impact of such proposed rules and regulations.

**LEGISLATIVE FISCAL OFFICE
2007 FISCAL HIGHLIGHTS**

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Louisiana Legislative Fiscal Office

Section I

BUDGET COMPARISONS

Fiscal Year 2007-2008

TOTAL MEANS OF FINANCE BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive (a) | \$1,852,752,147 | \$9,131,129,416 | \$8,384,125,908 | (\$747,003,508) | (8.2%) |
| Veterans Affairs | \$23,102,548 | \$31,343,904 | \$45,263,806 | \$13,919,902 | 44.4% |
| State (a) | \$64,927,237 | \$95,935,506 | \$90,699,337 | (\$5,236,169) | (5.5%) |
| Justice (a) | \$37,511,711 | \$50,057,922 | \$52,658,120 | \$2,600,198 | 5.2% |
| Lt. Governor | \$4,673,595 | \$16,985,450 | \$7,786,115 | (\$9,199,335) | (54.2%) |
| Treasury | \$8,753,813 | \$11,575,574 | \$13,327,314 | \$1,751,740 | 15.1% |
| Public Service Comm. | \$8,483,776 | \$10,538,240 | \$9,731,270 | (\$806,970) | (7.7%) |
| Agriculture | \$86,562,131 | \$110,415,768 | \$102,699,627 | (\$7,716,141) | (7.0%) |
| Insurance | \$25,725,533 | \$28,594,763 | \$31,229,978 | \$2,635,215 | 9.2% |
| Economic Development (a) | \$52,036,754 | \$252,407,038 | \$78,134,144 | (\$174,272,894) | (69.0%) |
| Culture, Rec. & Tourism | \$67,500,444 | \$142,231,955 | \$107,297,898 | (\$34,934,057) | (24.6%) |
| Transp. & Development | \$412,897,836 | \$530,258,302 | \$545,028,928 | \$14,770,626 | 2.8% |
| Corrections | \$438,172,762 | \$454,825,531 | \$519,716,527 | \$64,890,996 | 14.3% |
| Public Safety (a) | \$343,040,465 | \$402,334,163 | \$392,463,606 | (\$9,870,557) | (2.5%) |
| Youth Services | \$124,882,577 | \$151,962,070 | \$180,704,325 | \$28,742,255 | 18.9% |
| Health and Hospitals | \$6,050,467,331 | \$7,337,940,227 | \$7,725,777,471 | \$387,837,244 | 5.3% |
| Social Services (a) | \$857,943,131 | \$1,311,994,448 | \$1,221,531,630 | (\$90,462,818) | (6.9%) |
| Natural Resources (a) | \$90,937,824 | \$151,646,642 | \$176,642,845 | \$24,996,203 | 16.5% |
| Revenue (a) | \$78,628,138 | \$92,891,460 | \$98,927,090 | \$6,035,630 | 6.5% |
| Environmental Quality (a) | \$115,186,184 | \$219,503,468 | \$154,510,162 | (\$64,993,306) | (29.6%) |
| Labor | \$582,085,362 | \$274,772,885 | \$258,608,416 | (\$16,164,469) | (5.9%) |
| Wildlife and Fisheries | \$73,296,195 | \$113,842,152 | \$115,279,013 | \$1,436,861 | 1.3% |
| Civil Service | \$13,165,936 | \$14,129,546 | \$17,553,293 | \$3,423,747 | 24.2% |
| Retirement Systems | \$41,281,350 | \$1,281,350 | \$1,564,978 | \$283,628 | 22.1% |
| Higher Education (a) | \$2,339,815,465 | \$2,702,337,898 | \$2,813,580,445 | \$111,242,547 | 4.1% |
| Special Schools & Comm. (a) | \$238,487,159 | \$274,619,466 | \$302,299,279 | \$27,679,813 | 10.1% |
| Elem. & Secondary Ed | \$3,882,460,535 | \$5,211,863,974 | \$5,086,078,431 | (\$125,785,543) | (2.4%) |
| Health Care Srv. Division (a) | \$74,258,061 | \$86,038,459 | \$79,945,971 | (\$6,092,488) | (7.1%) |
| Other Requirements (a) | \$1,429,057,361 | \$1,468,990,608 | \$701,470,714 | (\$767,519,894) | (52.2%) |
| General Appropriation Total | \$19,418,093,361 | \$30,682,448,185 | \$29,314,636,641 | (\$1,367,811,544) | (4.5%) |
| Ancillary (a) | \$1,524,772,783 | \$2,412,693,302 | \$1,848,190,168 | (\$564,503,134) | (23.4%) |
| Judiciary | \$110,584,898 | \$129,871,826 | \$138,794,807 | \$8,922,981 | 6.9% |
| Legislative | \$68,457,381 | \$72,931,937 | \$81,721,607 | \$8,789,670 | 12.1% |
| Capital Outlay Cash | \$1,288,665,172 | \$2,725,373,189 | \$1,533,440,833 | (\$1,191,932,356) | (43.7%) |
| Other Approp. Bills' Total | \$2,992,480,234 | \$5,340,870,254 | \$3,602,147,415 | (\$1,738,722,839) | (32.6%) |
| Non-Approp. Required | \$394,984,634 | \$559,001,323 | \$503,410,233 | (\$55,591,090) | (9.9%) |
| Grand Total | \$22,805,558,229 | \$36,582,319,762 | \$33,420,194,289 | (\$3,162,125,473) | (8.6%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

(a) See Table of Footnotes on the following page.

TABLE OF FOOTNOTES

(a) These figures in the table reflect adjustments as noted below:

Executive – The \$747 million reduction in total means of financing can be attributed in part to the supplemental appropriations of nearly \$440 million to the DOA prior to June 30, 2007. A total of \$403 million was carried forward in FY 08 but is not reflected in the FY 08 table. In addition, approximately \$390 million was non-recurred in the GOHSEP budget for FY 08.

State – The \$5.2 million reduction in the total means of financing is primarily attributed to a \$10.3 million increase in SGF coupled with a \$14.7 million decrease in Statutory Dedications. The agency also received a \$1.3 million reduction in IAT and a \$0.5 million increase in SGR. The IAT reduction was due to the removal of carryforward funding along with the removal of excess budget for archiving activities. The increased SGR provides additional funding for salaries and related benefits.

The \$10.3 million increase in SGF is attributed to the following: a \$5.7 million increase for implementation of Act 297 of the 2007 R.S. which provides for increased compensation for poll commissioners; a \$1.5 million increase for election expenses (i.e. warehouse rentals, voting machine parts, etc.); a \$1.3 million increase for salaries and related benefits for Secretary of State employees (includes funding for merit increases and a \$1,500 pay raise for each employee); a \$0.8 million increase for salaries and group insurance for employees in the Registrar of Voters offices; a \$0.4 million increase and 13 new programming positions for the new voting system; a \$0.2 million increase for implementation of Act 254 of 2007 R.S. which adjusted the pay structure for registrar of voters, deputy registrars and confidential assistants; a \$0.2 million increase and 4 new positions for various local museums; \$0.1 million increase for implementation of Act 569 of 2006 R.S. which extends early voting from Saturday noon to Saturday at 4:30 p.m.

The decrease in Statutory Dedications reflects deposit of federal monies to be received pursuant to the federal Help American Vote Act of 2002 (HAVA). Since the agency has completed purchase of the new voting machines and the new statewide voting system, its appropriated HAVA funding was reduced from \$33.1 million to \$15.8 million. The \$15.8 million is the remaining balance in the HAVA accounts that was not expended/encumbered during the previous fiscal year. It will be utilized to provide for information technology projects, voter education efforts and voter accessibility issues. In addition to the HAVA funding, \$3.2 million statutory dedications from the 2004 Overcollection Fund and 3 new positions were also added to provide for information technology projects.

Justice – The \$3.2 million increase in SGF results from increased funding for the following: \$1.3 million for salaries and related benefits; \$0.8 million and 7 new positions for expansion of the forensic lab unit; \$0.4 million increased funding for radio equipment and other acquisitions; \$0.3 million for mental health services for New Orleans first responders; \$0.2 million for internet safety education to prevent child abuse; \$0.2 million additional funding for the Capital Area Legal Services.

Department of Economic Development – Decrease in IAT funding of approximately \$153 million is due to non-recurring of funding approved by the JLCB in FY 07 for the Business Recovery Grant and Loan Program. The JLCB voted to carry-forward \$91.6 million of these funds for this program into FY 08 at their meeting on August 14, 2007.

Department of Public Safety – The majority of the increase in SGF is attributable to a means of financing substitution of \$33.6 million increasing SGF and eliminating total Transportation Trust Fund (TTF) funding from State Police's budget. The \$33.6 million in TTF funding has been appropriated within the Department of Transportation and Development's (DOTD) budget for the Highway Priority Program, District Operations and Metropolitan Planning Organizations. Other items funded with the SGF increases are state employee pay raises, state trooper pay raises, 50 new T.O. trooper positions, replacement vehicles, funding for crime labs and 760 tasers.

Department of Social Services – The majority of the increase in SGF is due to the following: \$11.3 million to provide the state match for federal funds; \$8.3 million to replace Title IV-E funds as a result of policy changes in the Federal Reduction Act of 2005 that has decreased Title IV-E federal funds; \$4.3 million to increase the reimbursement rate to foster parents and residential care providers; \$3.3 million to replace Support Enforcement Incentive Funds needed to draw down all of the federal incentive funds; \$1.3 million for an increase of 50 additional positions in Child Welfare Services; \$1 million to allow the agency to eliminate a waiting list of approximately 635 individuals needing services in the State Independent Living Program; and \$340,000 to pay increased costs associated with pay raises for Assistant District Attorneys contracts. The decrease in Federal Funds is due to the non-recurring of \$16.8 million for TANF Emergency and Response Funds which were used to assist recovery efforts related to Hurricane Katrina; \$87.3 million for the non-recurring of carry forwards; and \$1.8 million for the loss of Support Enforcement Incentive Funds. The \$11.9 million decrease in IAT is due to the non-recurring of carry forwards and the State Emergency Response Funds.

Department of Natural Resources – Increase in budget is primarily due to increased appropriation for coastal projects.

Department of Revenue – Increase in SGR is primarily due to a pay increase for state employees and various computer system upgrades.

Department of Environmental Quality – Significant net decrease in IAT from FY 07 is due to \$62 million in FEMA funding appropriated in FY 07 for collection and securing of damaged vehicles and boats from hurricanes Katrina and Rita being reduced to \$7 million in FY 08 which is the amount estimated to be needed to complete the pick up, transportation, securing, and cataloging of the remaining vehicles and vessels. Increase in SGF in FY 08 is largely due to \$1,500 pay increase to state employees (\$1.8 million) and a \$100,000 increase in SGF to supplant SGR revenue from sale of manifest forms lost due to electronic transfer of forms pursuant to an EPA rule effective September 2006.

Higher Education – The increases in higher education funding are a result of all schools received funding to either reach or exceed the SREB averages for each category institution in the amount of \$116 million. Also, funds were approved for a 5% faculty pay raise, health care workforce development training, and funds to the various institutions that were directly and indirectly affected by hurricanes Katrina and Rita. Full explanations of these changes are available in the LFO issues document.

Special Schools and Commissions – The increases are primarily a result of the addition of the \$15 million “Go Grant” Program to the Office of Student Financial Assistance (OSFA) for need-based scholarships. The remainder of the increases is from pay raises and statewide adjustments.

LSU Health Care Services Division – The total budget for the eight hospitals under HCSD, including Executive Administration, is \$929.5 M for FY 08. This funding includes direct appropriations (State General Fund and IAT from DHH) and non-appropriated projected revenues (federal Medicare, commercial insurance and self-generated). Projected revenues are subject to change based on utilization.

Other Requirements – The decrease in SGF is the result of supplemental appropriations in FY 07 for the following funds: LA Medical Assistance Fd (\$414,257,191); Health Care Redesign Fd (\$120,228,927); Insure LA Incentive Program Fd (\$100,000,000); Higher Ed Initiatives Fd (\$42,192,585); Academic Improvement Fd (\$29,311,448); 2004 Overcollection Fd (\$14,628,242); LA Interoperability Communication Fd (\$11,468,930); Criminal Identification and Information Fd (\$10,148,719); Environmental Trust Fd (\$8,557,287); LA Economic Development Fd (\$8,339,848); Youthful Offender Management Fd (\$5,343,302); and FEMA Reimbursement Fd (\$4,316,427); and Waste Tire Management Fd (\$3,544,348) .

Ancillary – SGF increased by approximately \$9.95 million to process and defend road hazard claims. This funding addresses a finding by the Louisiana Legislative Auditor that the Office of Risk Management had ongoing unfunded claims costs for the road hazard line of insurance. IAT decreased by approximately \$55 million due to the timing of excess insurance premiums. The Office of Risk Management made two excess insurance premium payments in FY 07 resulting in the decrease in IAT funding for these payments in FY 08. The decrease in Statutory Dedications funding of approximately \$400 million is due to non-recurring funding provided in FY 07 to assist locals not eligible to receive assistance under the tax-exempt financing mechanism to make debt service payments on outstanding debt service on state general obligation bonds.

TOTAL STATE EFFORT BY DEPARTMENT

(TOTAL STATE EFFORT = TOTAL MOF - IAT & FED)

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$218,974,232 | \$1,201,991,810 | \$400,514,021 | (\$801,477,789) | (66.7%) |
| Veterans Affairs | \$14,141,840 | \$20,236,302 | \$29,609,112 | \$9,372,810 | 46.3% |
| State | \$64,080,994 | \$94,434,270 | \$90,507,351 | (\$3,926,919) | (4.2%) |
| Justice | \$19,810,348 | \$26,541,860 | \$29,301,795 | \$2,759,935 | 10.4% |
| Lt. Governor | \$1,350,680 | \$1,545,851 | \$3,842,727 | \$2,296,876 | 148.6% |
| Treasury | \$7,557,188 | \$10,377,948 | \$12,005,616 | \$1,627,668 | 15.7% |
| Public Service Comm. | \$8,483,776 | \$10,538,240 | \$9,731,270 | (\$806,970) | (7.7%) |
| Agriculture | \$76,433,286 | \$90,553,794 | \$89,949,512 | (\$604,282) | (0.7%) |
| Insurance | \$25,469,597 | \$28,338,827 | \$30,916,523 | \$2,577,696 | 9.1% |
| Economic Development | \$50,194,550 | \$94,891,016 | \$76,371,984 | (\$18,519,032) | (19.5%) |
| Culture, Rec. & Tourism | \$61,405,928 | \$85,847,180 | \$99,098,563 | \$13,251,383 | 15.4% |
| Transp. & Development | \$403,581,960 | \$486,680,739 | \$519,250,391 | \$32,569,652 | 6.7% |
| Corrections | \$414,624,767 | \$443,640,847 | \$511,424,505 | \$67,783,658 | 15.3% |
| Public Safety | \$275,753,015 | \$309,256,566 | \$300,791,259 | (\$8,465,307) | (2.7%) |
| Youth Services | \$110,674,117 | \$132,228,516 | \$161,629,885 | \$29,401,369 | 22.2% |
| Health and Hospitals | \$1,480,435,900 | \$1,837,538,190 | \$2,179,963,672 | \$342,425,482 | 18.6% |
| Social Services | \$209,172,471 | \$223,437,906 | \$254,366,450 | \$30,928,544 | 13.8% |
| Natural Resources | \$62,009,184 | \$93,047,422 | \$121,061,134 | \$28,013,712 | 30.1% |
| Revenue | \$77,858,889 | \$91,886,148 | \$98,236,812 | \$6,350,664 | 6.9% |
| Environmental Quality | \$98,037,637 | \$128,780,722 | \$127,238,176 | (\$1,542,546) | (1.2%) |
| Labor | \$103,225,154 | \$109,075,156 | \$109,509,506 | \$434,350 | 0.4% |
| Wildlife and Fisheries | \$54,958,818 | \$66,411,651 | \$75,397,502 | \$8,985,851 | 13.5% |
| Civil Service | \$3,804,960 | \$4,161,897 | \$4,691,212 | \$529,315 | 12.7% |
| Retirement Systems | \$41,281,350 | \$1,281,350 | \$1,564,978 | \$283,628 | 22.1% |
| Higher Education | \$1,840,281,858 | \$2,172,176,612 | \$2,310,652,524 | \$138,475,912 | 6.4% |
| Special Schools & Comm. | \$195,126,734 | \$215,281,404 | \$241,331,176 | \$26,049,772 | 12.1% |
| Elem. & Secondary Ed | \$2,845,255,742 | \$3,063,695,113 | \$3,478,851,897 | \$415,156,784 | 13.6% |
| Health Care Srvc. Division | \$74,258,061 | \$86,038,459 | \$79,945,971 | (\$6,092,488) | (7.1%) |
| Other Requirements | \$1,392,836,158 | \$1,409,685,857 | \$649,238,495 | (\$760,447,362) | (53.9%) |
| General Appropriation Total | \$10,231,079,194 | \$12,539,601,653 | \$12,096,994,019 | (\$442,607,634) | (3.5%) |
| Ancillary | \$1,278,179,868 | \$2,052,455,966 | \$1,542,991,278 | (\$509,464,688) | (24.8%) |
| Judiciary | \$110,584,898 | \$121,201,826 | \$130,124,807 | \$8,922,981 | 7.4% |
| Legislative | \$68,457,381 | \$72,431,937 | \$81,721,607 | \$9,289,670 | 12.8% |
| Capital Outlay Cash | \$1,098,515,502 | \$2,579,913,594 | \$1,028,284,915 | (\$1,551,628,679) | (60.1%) |
| Other Approp. Bills' Total | \$2,555,737,649 | \$4,826,003,323 | \$2,783,122,607 | (\$2,042,880,716) | (42.3%) |
| Non-Approp. Required | \$394,984,634 | \$559,001,323 | \$503,410,233 | (\$55,591,090) | (9.9%) |
| Grand Total | \$13,181,801,477 | \$17,924,606,299 | \$15,383,526,859 | (\$2,541,079,440) | (14.2%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

STATE GENERAL FUND BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$129,965,978 | \$241,666,148 | \$151,051,735 | (\$90,614,413) | (37.5%) |
| Veterans Affairs | \$6,675,530 | \$11,706,563 | \$17,675,153 | \$5,968,590 | 51.0% |
| State | \$32,357,152 | \$45,965,467 | \$56,258,927 | \$10,293,460 | 22.4% |
| Justice | \$13,343,035 | \$15,861,729 | \$19,069,761 | \$3,208,032 | 20.2% |
| Lt. Governor | \$1,350,680 | \$1,460,851 | \$3,692,727 | \$2,231,876 | 152.8% |
| Treasury | \$1,023,867 | \$1,220,566 | \$1,699,230 | \$478,664 | 39.2% |
| Public Service Comm. | \$0 | \$1,200,000 | \$0 | (\$1,200,000) | 0.0% |
| Agriculture | \$31,279,787 | \$37,897,829 | \$38,072,832 | \$175,003 | 0.5% |
| Insurance | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Economic Development | \$29,710,238 | \$42,902,656 | \$36,125,859 | (\$6,776,797) | (15.8%) |
| Culture, Rec. & Tourism | \$41,795,039 | \$62,815,878 | \$73,934,439 | \$11,118,561 | 17.7% |
| Transp. & Development | \$750,000 | \$4,729,102 | \$7,601,600 | \$2,872,498 | 60.7% |
| Corrections | \$384,233,678 | \$408,063,765 | \$471,857,592 | \$63,793,827 | 15.6% |
| Public Safety | \$2,891,629 | \$4,343,782 | \$49,485,235 | \$45,141,453 | 1039.2% |
| Youth Services | \$107,912,197 | \$125,005,397 | \$153,133,672 | \$28,128,275 | 22.5% |
| Health and Hospitals | \$1,189,160,609 | \$1,168,182,592 | \$1,368,722,429 | \$200,539,837 | 17.2% |
| Social Services | \$192,385,297 | \$199,553,444 | \$230,918,316 | \$31,364,872 | 15.7% |
| Natural Resources | \$6,502,529 | \$6,529,304 | \$8,678,154 | \$2,148,850 | 32.9% |
| Revenue | \$33,971,069 | \$49,297,730 | \$50,824,308 | \$1,526,578 | 3.1% |
| Environmental Quality | \$6,708,667 | \$10,496,641 | \$12,763,848 | \$2,267,207 | 21.6% |
| Labor | \$225,000 | \$528,514 | \$1,020,000 | \$491,486 | 93.0% |
| Wildlife and Fisheries | \$0 | \$240,000 | \$540,000 | \$300,000 | 100.0% |
| Civil Service | \$1,935,677 | \$2,105,825 | \$2,492,862 | \$387,037 | 18.4% |
| Retirement Systems | \$41,281,350 | \$1,281,350 | \$1,564,978 | \$283,628 | 22.1% |
| Higher Education | \$1,040,915,639 | \$1,256,443,294 | \$1,405,823,447 | \$149,380,153 | 11.9% |
| Special Schools & Comm. | \$149,108,883 | \$161,374,182 | \$181,643,060 | \$20,268,878 | 12.6% |
| Elem. & Secondary Ed | \$2,609,843,053 | \$2,765,612,853 | \$3,168,075,010 | \$402,462,157 | 14.6% |
| Health Care Svc. Division | \$74,258,061 | \$86,038,459 | \$79,945,971 | (\$6,092,488) | (7.1%) |
| Other Requirements | \$1,145,701,316 | \$1,154,494,426 | \$356,774,738 | (\$797,719,688) | (69.1%) |
| General Appropriation Total | \$7,275,285,960 | \$7,867,018,347 | \$7,949,445,883 | \$82,427,536 | 1.0% |
| Ancillary | \$123,135 | \$100,230,593 | \$11,077,566 | (\$89,153,027) | (88.9%) |
| Judiciary | \$105,348,683 | \$113,187,317 | \$122,161,700 | \$8,974,383 | 7.9% |
| Legislative | \$59,615,961 | \$60,973,534 | \$68,352,420 | \$7,378,886 | 12.1% |
| Capital Outlay Cash | \$13,862,500 | \$1,095,967,000 | \$17,444,500 | (\$1,078,522,500) | (98.4%) |
| Other Approp. Bills' Total | \$178,950,279 | \$1,370,358,444 | \$219,036,186 | (\$1,151,322,258) | (84.0%) |
| Non-Approp. Required | \$295,848,566 | \$357,301,323 | \$396,710,233 | \$39,408,910 | 11.0% |
| Grand Total | \$7,750,084,805 | \$9,594,678,114 | \$8,565,192,302 | (\$1,029,485,812) | (10.7%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

INTERAGENCY TRANSFERS BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|-----------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$32,990,818 | \$142,180,766 | \$75,805,902 | (\$66,374,864) | (46.7%) |
| Veterans Affairs | \$0 | \$0 | \$0 | \$0 | 0.0% |
| State | \$846,243 | \$1,501,236 | \$191,986 | (\$1,309,250) | (87.2%) |
| Justice | \$15,122,243 | \$19,551,053 | \$19,579,437 | \$28,384 | 0.1% |
| Lt. Governor | \$331,402 | \$675,579 | \$615,058 | (\$60,521) | (9.0%) |
| Treasury | \$1,196,625 | \$1,196,626 | \$1,320,698 | \$124,072 | 10.4% |
| Public Service Comm. | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Agriculture | \$1,617,646 | \$2,057,880 | \$549,761 | (\$1,508,119) | (73.3%) |
| Insurance | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Economic Development | \$214,740 | \$154,155,660 | \$1,262,160 | (\$152,893,500) | (99.2%) |
| Culture, Rec. & Tourism | \$1,468,047 | \$37,752,807 | \$790,710 | (\$36,962,097) | (97.9%) |
| Transp. & Development | \$2,222,474 | \$10,865,743 | \$4,990,000 | (\$5,875,743) | (54.1%) |
| Corrections | \$22,046,213 | \$7,855,533 | \$4,962,871 | (\$2,892,662) | (36.8%) |
| Public Safety | \$48,359,840 | \$60,011,807 | \$55,302,434 | (\$4,709,373) | (7.8%) |
| Youth Services | \$13,703,497 | \$19,193,654 | \$18,536,519 | (\$657,135) | (3.4%) |
| Health and Hospitals | \$441,312,169 | \$616,081,107 | \$509,207,463 | (\$106,873,644) | (17.3%) |
| Social Services | \$54,470,810 | \$123,472,708 | \$111,547,044 | (\$11,925,664) | (9.7%) |
| Natural Resources | \$9,182,559 | \$14,639,945 | \$12,724,785 | (\$1,915,160) | (13.1%) |
| Revenue | \$378,489 | \$606,312 | \$296,278 | (\$310,034) | (51.1%) |
| Environmental Quality | \$5,449 | \$62,670,115 | \$25,000 | (\$62,645,115) | (100.0%) |
| Labor | \$5,863,387 | \$7,932,018 | \$7,283,684 | (\$648,334) | (8.2%) |
| Wildlife and Fisheries | \$3,385,707 | \$7,990,428 | \$5,872,342 | (\$2,118,086) | (26.5%) |
| Civil Service | \$9,360,976 | \$9,967,649 | \$12,862,081 | \$2,894,432 | 29.0% |
| Retirement Systems | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Higher Education | \$307,722,393 | \$378,761,573 | \$363,923,626 | (\$14,837,947) | (3.9%) |
| Special Schools & Comm. | \$23,382,793 | \$22,651,363 | \$23,883,396 | \$1,232,033 | 5.4% |
| Elem. & Secondary Ed | \$66,753,504 | \$616,090,092 | \$247,590,733 | (\$368,499,359) | (59.8%) |
| Health Care Srvc. Division | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Other Requirements | \$36,221,203 | \$59,304,751 | \$52,232,219 | (\$7,072,532) | (11.9%) |
| General Approp. Total | \$1,098,159,227 | \$2,377,166,405 | \$1,531,356,187 | (\$845,810,218) | (35.6%) |
| Ancillary | \$241,009,344 | \$351,898,844 | \$296,775,512 | (\$55,123,332) | (15.7%) |
| Judiciary | \$0 | \$8,670,000 | \$8,670,000 | \$0 | 0.0% |
| Legislative | \$0 | \$500,000 | \$0 | (\$500,000) | 100.0% |
| Capital Outlay Cash | \$118,037,294 | \$123,843,621 | \$379,132,000 | \$255,288,379 | 206.1% |
| Other Approp. Bills' Total | \$359,046,638 | \$484,912,465 | \$684,577,512 | \$199,665,047 | 41.2% |
| Non-Approp. Required | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Grand Total | \$1,457,205,865 | \$2,862,078,870 | \$2,215,933,699 | (\$646,145,171) | (22.6%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

SELF GENERATED REVENUE BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$58,133,529 | \$98,948,630 | \$124,993,308 | \$26,044,678 | 26.3% |
| Veterans Affairs | \$7,466,310 | \$8,529,739 | \$11,933,959 | \$3,404,220 | 39.9% |
| State | \$13,095,452 | \$15,338,808 | \$15,814,020 | \$475,212 | 3.1% |
| Justice | \$464,535 | \$2,066,641 | \$1,269,696 | (\$796,945) | (38.6%) |
| Lt. Governor | \$0 | \$85,000 | \$150,000 | \$65,000 | 76.5% |
| Treasury | \$5,744,909 | \$6,935,965 | \$7,084,969 | \$149,004 | 2.1% |
| Public Service Comm. | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Agriculture | \$7,507,166 | \$9,820,469 | \$9,754,987 | (\$65,482) | (0.7%) |
| Insurance | \$24,621,081 | \$27,330,211 | \$29,677,929 | \$2,347,718 | 8.6% |
| Economic Development | \$799,202 | \$1,039,104 | \$1,083,909 | \$44,805 | 4.3% |
| Culture, Rec. & Tourism | \$19,582,002 | \$22,011,302 | \$19,652,663 | (\$2,358,639) | (10.7%) |
| Transp. & Development | \$33,295,077 | \$41,696,149 | \$46,408,885 | \$4,712,736 | 11.3% |
| Corrections | \$30,391,089 | \$35,392,082 | \$39,512,913 | \$4,120,831 | 11.6% |
| Public Safety | \$111,528,333 | \$116,227,136 | \$116,791,923 | \$564,787 | 0.5% |
| Youth Services | \$295,917 | \$650,582 | \$674,341 | \$23,759 | 3.7% |
| Health and Hospitals | \$56,149,426 | \$61,483,810 | \$65,513,514 | \$4,029,704 | 6.6% |
| Social Services | \$12,806,859 | \$16,173,728 | \$16,006,769 | (\$166,959) | (1.0%) |
| Natural Resources | \$103,188 | \$346,618 | \$345,875 | (\$743) | (0.2%) |
| Revenue | \$43,559,798 | \$41,402,516 | \$46,263,535 | \$4,861,019 | 11.7% |
| Environmental Quality | \$194,316 | \$540,000 | \$439,385 | (\$100,615) | (18.6%) |
| Labor | \$21,575 | \$633,460 | \$0 | (\$633,460) | (100.0%) |
| Wildlife and Fisheries | \$21,806 | \$65,300 | \$105,300 | \$40,000 | 61.3% |
| Civil Service | \$623,954 | \$637,028 | \$648,476 | \$11,448 | 1.8% |
| Retirement Systems | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Higher Education | \$671,263,473 | \$752,640,577 | \$741,002,572 | (\$11,638,005) | (1.5%) |
| Special Schools & Comm. | \$949,021 | \$1,207,749 | \$1,235,788 | \$28,039 | 2.3% |
| Elem. & Secondary Ed | \$1,753,667 | \$4,124,995 | \$4,321,361 | \$196,366 | 4.8% |
| Health Care Svc. Division | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Other Requirements | \$84,816 | \$328,942 | \$343,801 | \$14,859 | 4.5% |
| General Appropriation Total | \$1,100,456,501 | \$1,265,656,541 | \$1,301,029,878 | \$35,373,337 | 2.8% |
| Ancillary | \$1,213,249,113 | \$1,463,225,373 | \$1,442,913,712 | (\$20,311,661) | (1.4%) |
| Judiciary | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Legislative | \$8,841,420 | \$11,458,403 | \$13,369,187 | \$1,910,784 | 16.7% |
| Capital Outlay Cash | \$121,933,723 | \$189,472,078 | \$89,443,594 | (\$100,028,484) | (52.8%) |
| Other Approp. Bills' Total | \$1,344,024,256 | \$1,664,155,854 | \$1,545,726,493 | (\$118,429,361) | (7.1%) |
| Non-Approp. Required | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Grand Total | \$2,444,480,757 | \$2,929,812,395 | \$2,846,756,371 | (\$83,056,024) | (2.8%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

STATUTORY DEDICATIONS BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$30,691,557 | \$860,008,242 | \$124,468,978 | (\$735,539,264) | (85.5%) |
| Veterans Affairs | \$0 | \$0 | \$0 | \$0 | 0.0% |
| State | \$18,628,390 | \$33,129,995 | \$18,434,404 | (\$14,695,591) | (44.4%) |
| Justice | \$6,002,778 | \$8,613,490 | \$8,962,338 | \$348,848 | 4.1% |
| Lt. Governor | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Treasury | \$788,412 | \$2,221,417 | \$3,221,417 | \$1,000,000 | 45.0% |
| Public Service Comm. | \$8,483,776 | \$9,338,240 | \$9,731,270 | \$393,030 | 4.2% |
| Agriculture | \$37,646,333 | \$42,835,496 | \$42,121,693 | (\$713,803) | (1.7%) |
| Insurance | \$848,516 | \$1,008,616 | \$1,238,594 | \$229,978 | 22.8% |
| Economic Development | \$19,685,110 | \$50,949,256 | \$39,162,216 | (\$11,787,040) | (23.1%) |
| Culture, Rec. & Tourism | \$28,887 | \$1,020,000 | \$5,511,461 | \$4,491,461 | 440.3% |
| Transp. & Development | \$369,536,883 | \$440,255,488 | \$465,239,906 | \$24,984,418 | 5.7% |
| Corrections | \$0 | \$185,000 | \$54,000 | (\$131,000) | 0.0% |
| Public Safety | \$161,333,053 | \$188,685,648 | \$134,514,101 | (\$54,171,547) | (28.7%) |
| Youth Services | \$2,466,003 | \$6,572,537 | \$7,821,872 | \$1,249,335 | 19.0% |
| Health and Hospitals | \$235,125,865 | \$607,871,788 | \$745,727,729 | \$137,855,941 | 22.7% |
| Social Services | \$3,980,315 | \$7,710,734 | \$7,441,365 | (\$269,369) | (3.5%) |
| Natural Resources | \$55,403,467 | \$86,171,500 | \$112,037,105 | \$25,865,605 | 30.0% |
| Revenue | \$328,022 | \$1,185,902 | \$1,148,969 | (\$36,933) | (3.1%) |
| Environmental Quality | \$91,134,654 | \$117,744,081 | \$114,034,943 | (\$3,709,138) | (3.2%) |
| Labor | \$102,978,579 | \$107,913,182 | \$108,489,506 | \$576,324 | 0.5% |
| Wildlife and Fisheries | \$54,937,012 | \$66,106,351 | \$74,752,202 | \$8,645,851 | 13.1% |
| Civil Service | \$1,245,329 | \$1,396,544 | \$1,549,874 | \$153,330 | 11.0% |
| Retirement Systems | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Higher Education | \$128,102,746 | \$161,692,741 | \$163,826,505 | \$2,133,764 | 1.3% |
| Special Schools & Comm. | \$45,068,830 | \$52,699,473 | \$58,452,328 | \$5,752,855 | 10.9% |
| Elem. & Secondary Ed | \$233,659,022 | \$293,957,265 | \$306,455,526 | \$12,498,261 | 4.3% |
| Health Care Svc. Division | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Other Requirements | \$230,447,453 | \$254,515,592 | \$292,119,956 | \$37,604,364 | 14.8% |
| General Appropriation Total | \$1,838,550,992 | \$3,403,788,578 | \$2,846,518,258 | (\$557,270,320) | (16.4%) |
| Ancillary | \$64,807,620 | \$489,000,000 | \$89,000,000 | (\$400,000,000) | (81.8%) |
| Judiciary | \$5,236,215 | \$8,014,509 | \$7,963,107 | (\$51,402) | (0.6%) |
| Legislative | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Capital Outlay Cash | \$962,719,279 | \$1,291,452,945 | \$921,396,821 | (\$370,056,124) | (28.7%) |
| Other Approp. Bills' Total | \$1,032,763,114 | \$1,788,467,454 | \$1,018,359,928 | (\$770,107,526) | (43.1%) |
| Non-Approp. Required | \$99,136,068 | \$201,700,000 | \$106,700,000 | (\$95,000,000) | (47.1%) |
| Grand Total | \$2,970,450,174 | \$5,393,956,032 | \$3,971,578,186 | (\$1,422,377,846) | (26.4%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

INTERIM EMERGENCY BOARD FUNDS DISTRIBUTED BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$183,168 | \$1,368,790 | \$0 | (\$1,368,790) | (100.0%) |
| Veterans Affairs | \$0 | \$0 | \$0 | \$0 | 0.0% |
| State | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Justice | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Lt. Governor | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Treasury | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Public Service Comm. | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Agriculture | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Insurance | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Economic Development | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Culture, Rec. & Tourism | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Transp. & Development | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Corrections | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Youth Services | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Public Safety | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Health and Hospitals | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Social Services | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Natural Resources | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Revenue | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Environmental Quality | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Labor | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Wildlife and Fisheries | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Civil Service | \$0 | \$22,500 | \$0 | (\$22,500) | 0.0% |
| Retirement Systems | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Higher Education | \$379,543 | \$1,400,000 | \$0 | (\$1,400,000) | 0.0% |
| Special Schools & Comm. | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Elem. & Secondary Ed | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Health Care Srv. Division | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Other Requirements | \$16,602,573 | \$346,897 | \$0 | (\$346,897) | (100.0%) |
| General Appropriation Total | \$17,165,284 | \$3,138,187 | \$0 | (\$3,138,187) | (100.0%) |
| Ancillary | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Judiciary | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Legislative | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Capital Outlay Cash | \$0 | \$3,021,571 | \$0 | (\$3,021,571) | 0.0% |
| Other Approp. Bills' Total | \$0 | \$3,021,571 | \$0 | (\$3,021,571) | 0.0% |
| Non-Approp. Required | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Grand Total | \$17,165,284 | \$6,159,758 | \$0 | (\$6,159,758) | (100.0%) |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

FEDERAL FUNDS BY DEPARTMENT

| <u>DEPARTMENT</u> | <u>Actual FY 06</u> | <u>Budgeted FY 07 (1)</u> | <u>Appropriated FY 08 (2)</u> | <u>Dollar Change</u> | <u>Percent Change</u> |
|------------------------------------|-------------------------|-------------------------------|-----------------------------------|--------------------------|---------------------------|
| Executive | \$1,600,787,097 | \$7,786,956,840 | \$7,907,805,985 | \$120,849,145 | 1.6% |
| Veterans Affairs | \$8,960,708 | \$11,107,602 | \$15,654,694 | \$4,547,092 | 40.9% |
| State | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Justice | \$2,579,120 | \$3,965,009 | \$3,776,888 | (\$188,121) | (4.7%) |
| Lt. Governor | \$2,991,513 | \$14,764,020 | \$3,328,330 | (\$11,435,690) | (77.5%) |
| Treasury | \$0 | \$1,000 | \$1,000 | \$0 | 0.0% |
| Public Service Comm. | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Agriculture | \$8,511,199 | \$17,804,094 | \$12,200,354 | (\$5,603,740) | (31.5%) |
| Insurance | \$255,936 | \$255,936 | \$313,455 | \$57,519 | 22.5% |
| Economic Development | \$1,627,464 | \$3,360,362 | \$500,000 | (\$2,860,362) | (85.1%) |
| Culture, Rec. & Tourism | \$4,626,469 | \$18,631,968 | \$7,408,625 | (\$11,223,343) | (60.2%) |
| Transp. & Development | \$7,093,402 | \$32,711,820 | \$20,788,537 | (\$11,923,283) | (36.4%) |
| Corrections | \$1,501,782 | \$3,329,151 | \$3,329,151 | \$0 | 0.0% |
| Public Safety | \$18,927,610 | \$33,065,790 | \$36,369,913 | \$3,304,123 | 10.0% |
| Youth Services | \$504,963 | \$539,900 | \$537,921 | (\$1,979) | (0.4%) |
| Health and Hospitals | \$4,128,719,262 | \$4,884,320,930 | \$5,036,606,336 | \$152,285,406 | 3.1% |
| Social Services | \$594,299,850 | \$965,083,834 | \$855,618,136 | (\$109,465,698) | (11.3%) |
| Natural Resources | \$19,746,081 | \$43,959,275 | \$42,856,926 | (\$1,102,349) | (2.5%) |
| Revenue | \$390,760 | \$399,000 | \$394,000 | (\$5,000) | (1.3%) |
| Environmental Quality | \$17,143,098 | \$28,052,631 | \$27,246,986 | (\$805,645) | (2.9%) |
| Labor | \$472,996,821 | \$157,765,711 | \$141,815,226 | (\$15,950,485) | (10.1%) |
| Wildlife and Fisheries | \$14,951,670 | \$39,440,073 | \$34,009,169 | (\$5,430,904) | (13.8%) |
| Civil Service | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Retirement Systems | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Higher Education | \$191,811,214 | \$151,399,713 | \$139,004,295 | (\$12,395,418) | (8.2%) |
| Special Schools & Comm. | \$19,977,632 | \$36,686,699 | \$37,084,707 | \$398,008 | 1.1% |
| Elem. & Secondary Ed | \$970,451,289 | \$1,532,078,769 | \$1,359,635,801 | (\$172,442,968) | (11.3%) |
| Health Care Srv. Division | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Other Requirements | \$0 | \$0 | \$0 | \$0 | 100.0% |
| General Appropriation Total | \$8,088,854,940 | \$15,765,680,127 | \$15,686,286,435 | (\$79,393,692) | (0.5%) |
| Ancillary | \$5,583,571 | \$8,338,492 | \$8,423,378 | \$84,886 | 1.0% |
| Judiciary | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Legislative | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Capital Outlay Cash | \$72,112,376 | \$21,615,974 | \$126,023,918 | \$104,407,944 | 483.0% |
| Other Approp. Bills' Total | \$77,695,947 | \$29,954,466 | \$134,447,296 | \$104,492,830 | 348.8% |
| Non-Approp. Required | \$0 | \$0 | \$0 | \$0 | 0.0% |
| Grand Total | \$8,166,550,887 | \$15,795,634,593 | \$15,820,733,731 | \$25,099,138 | 0.2% |

(1) Budgeted as of June 30, 2007.

(2) Appropriated in Act 18 of 2007 Regular Session and supplemental appropriation bills (Acts 196, 203, 205, and 208). Does not include carry-forward BA-7s.

ONE-TIME FUNDING FOR FY 08

| <u>DEPARTMENT</u> | <u>TOTAL</u> |
|------------------------------------|------------------------|
| Executive | \$0 |
| Veterans' Affairs | \$0 |
| State | \$0 |
| Justice | \$0 |
| Lt. Governor | \$0 |
| Treasury | \$0 |
| Public Service Commission | \$0 |
| Agriculture & Forestry | \$0 |
| Insurance | \$0 |
| Economic Development | \$0 |
| Culture, Recreation and Tourism | \$0 |
| Transportation & Development | \$0 |
| Corrections | \$0 |
| Public Safety | \$10,539,561 |
| Youth Services | \$0 |
| Health & Hospitals | \$702,000,000 |
| Social Services | \$0 |
| Natural Resources | \$0 |
| Revenue | \$0 |
| Environmental Quality | \$7,000,000 |
| Labor | \$0 |
| Wildlife & Fisheries | \$0 |
| Civil Service | \$0 |
| Retirement Systems | \$0 |
| Higher Education | \$0 |
| Special Schools & Commissions | \$0 |
| Elementary & Secondary Education | \$590,179,877 |
| LSU Health Care Services Division | \$0 |
| Other Requirements | \$0 |
| General Appropriation Total | \$1,309,719,438 |
| | |
| Ancillary | \$0 |
| Judiciary | \$0 |
| Legislature | \$0 |
| Capital Outlay Cash | \$0 |
| Other Approp. Bills' Total | \$0 |
| | |
| Parish Sev, Roy, Hwy Fd #2 | \$0 |
| Rev. Sharing & Interim Emergency | \$0 |
| State G.O. Debt Service | \$0 |
| Non-Approp. Required | \$0 |
| | |
| Grand Total | \$1,309,719,438 |

NUMBER OF POSITIONS BY DEPARTMENT

| DEPARTMENT | 1995-96 | 1996-97 | 1997-98 | 1998-99 | 1999-00 | 2000-01 | 2001-02 | 2002-03 | 2003-04 | 2004-05 | 2005-06 | 2006-07 | Approp. 2007-08 | Change 2006-07 to 2007-08 |
|-----------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------------|---------------------------------|
| Executive | 1,306 | 1,350 | 1,495 | 1,580 | 1,718 | 1,889 | 2,065 | 2,361 | 1,951 | 2,046 | 2,064 | 2,114 | 2,386 | 272 |
| Veterans Affairs (a) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 410 | 556 | 554 | 642 | 827 | 185 |
| State | 273 | 270 | 270 | 273 | 277 | 291 | 291 | 283 | 229 | 285 | 290 | 328 | 348 | 20 |
| Justice | 387 | 396 | 356 | 426 | 439 | 442 | 452 | 456 | 431 | 516 | 509 | 524 | 533 | 9 |
| Lt. Governor | 6 | 7 | 7 | 7 | 8 | 9 | 9 | 9 | 9 | 13 | 13 | 14 | 28 | 14 |
| Treasury | 46 | 46 | 48 | 50 | 50 | 54 | 55 | 55 | 56 | 60 | 60 | 60 | 65 | 5 |
| Public Service Comm. | 107 | 107 | 113 | 113 | 116 | 116 | 119 | 134 | 122 | 122 | 122 | 122 | 122 | 0 |
| Agriculture | 799 | 819 | 825 | 839 | 839 | 788 | 824 | 831 | 822 | 831 | 805 | 798 | 829 | 31 |
| Insurance | 229 | 257 | 269 | 275 | 296 | 272 | 272 | 273 | 273 | 277 | 277 | 280 | 288 | 8 |
| Economic Development | 369 | 369 | 374 | 363 | 365 | 345 | 92 | 100 | 101 | 100 | 99 | 100 | 113 | 13 |
| Culture, Rec., Tourism | 515 | 556 | 588 | 651 | 659 | 636 | 658 | 694 | 693 | 734 | 768 | 773 | 786 | 13 |
| Transp. and Development | 5,606 | 5,596 | 5,558 | 5,491 | 5,606 | 5,354 | 5,342 | 5,280 | 5,271 | 5,154 | 5,137 | 4,998 | 4,889 | (109) |
| Corrections Services | 6,702 | 7,128 | 7,391 | 7,473 | 8,017 | 8,234 | 8,130 | 8,039 | 6,423 | 6,352 | 6,113 | 6,172 | 6,518 | 346 |
| Public Safety | 2,668 | 2,838 | 2,966 | 2,959 | 3,028 | 2,808 | 2,802 | 2,872 | 2,940 | 2,854 | 2,837 | 2,844 | 2,918 | 74 |
| Youth Services (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,492 | 1,362 | 1,310 | 1,277 | 1,358 | 81 |
| Health & Hosp./LHCA | 23,816 | 23,351 | 13,114 (c) | 13,335 (c) | 13,573 | 12,574 | 12,715 | 12,780 | 12,857 | 12,274 | 12,078 | 12,064 | 12,351 | 287 |
| Social Services | 6,542 | 6,448 | 6,647 | 6,537 | 6,523 | 5,845 | 5,788 | 5,515 | 5,323 | 5,269 | 5,193 | 5,169 | 5,242 | 73 |
| Natural Resources | 416 | 398 | 448 | 488 | 490 | 442 | 474 | 491 | 496 | 508 | 494 | 495 | 508 | 13 |
| Revenue | 982 | 988 | 1,059 | 1,020 | 1,053 | 1,015 | 1,020 | 977 | 942 | 929 | 928 | 934 | 945 | 11 |
| Environmental Quality | 987 | 985 | 1,009 | 1,063 | 1,060 | 1,063 | 1,054 | 1,002 | 1,018 | 1,021 | 1,044 | 983 | 986 | 3 |
| Labor | 1,387 | 1,294 | 1,259 | 1,262 | 1,263 | 1,240 | 1,168 | 1,206 | 1,208 | 1,208 | 1,196 | 1,107 | 1,084 | (23) |
| Wildlife and Fisheries | 806 | 813 | 839 | 823 | 832 | 809 | 797 | 792 | 786 | 797 | 798 | 795 | 800 | 5 |
| Civil Service | 130 | 172 | 174 | 179 | 182 | 183 | 180 | 181 | 176 | 175 | 174 | 167 | 171 | 4 |
| Retirement Systems (d) | 218 | 223 | 230 | 249 | 260 | 259 | 268 | 290 | 306 | 307 | 307 | 307 | 313 | 6 |
| Higher Education (e) | 26,653 | 25,969 | 35,929 (c) | 37,132 (c) | 39,058 (f) | 40,049 | 40,308 | 41,110 | 30,606 | 32,259 | 33,113 | 31,310 | 32,655 (g) | 1,345 |
| Dept. of Education | 977 | 957 | 969 | 945 | 1,052 | 1,061 | 1,005 | 1,037 | 1,022 | 900 | 831 | 818 | 858 | 40 |
| Special Schools & Comm. | 870 | 873 | 871 | 894 | 923 | 1,030 | 1,021 | 1,045 | 1,045 | 1,073 | 1,051 | 979 | 1,023 | 44 |
| Approp. Bill Total | 82,797 | 82,210 | 82,808 | 84,427 | 87,687 | 86,808 | 86,909 | 87,813 | 77,008 | 77,982 | 78,165 | 76,174 | 78,944 | 2,770 |
| Ancillary Bill | 1,002 | 987 | 901 | 968 | 1,027 | 961 | 950 | 958 | 837 | 966 | 968 | 958 | 956 | (2) |
| Total with Ancillary | 83,799 | 83,197 | 83,709 | 85,395 | 88,714 | 87,769 | 87,859 | 88,771 | 77,845 | 78,948 | 79,133 | 77,132 | 79,900 | 2,768 |

(a) FY 04 is Veterans Affairs first fiscal year as a department

(b) Act 7 of the 2004 Regular Session created Youth Services as an independent organizational unit in the Department of Public Safety and Corrections.

(c) Decrease due to a transfer of 10,320 positions from DHH to Higher Education because of the transfer of the charity hospital system.

(d) Funding for Retirement Systems operating budgets are no longer appropriated. Figures reflect positions budgeted by the systems.

(e) Colleges and universities do not have authorized position numbers. These figures are estimates, made by the colleges and universities, of the number of full-time equivalent unrestricted employees.

(f) Vo-Tech positions included in Higher Education total with the creation of the LCTCS effective July 1, 1999.

(g) The increase in the number of employees is primarily due to storm affected campuses filling vacant slots.

**Capital Outlay Appropriation
Act 28 of 2007**

| Means of Finance Category | Appropriation Less Vetoed Items |
|--|--|
| Cash Section | |
| State General Fund (Direct) | \$17,444,500 |
| Interagency Transfers | \$379,132,000 |
| Self-Generated Revenues | \$86,490,446 |
| Statutory Dedications | |
| 2004 Overcollections Fund | \$38,300,000 |
| LA Alligator Resource Fund | \$500,000 |
| LA Duck Stamp Fund | \$500,000 |
| LA Emergency Response Fund | \$800,000 |
| LA State Parks Improvement & Repair Fund | \$5,700,000 |
| Rockefeller Wildlife Refuge Trust & Game Preserve Fund | \$4,909,603 |
| State Hwy Improvement Fund | \$10,300,000 |
| Transportation Trust Fund - Regular | \$227,407,183 |
| Transportation Trust Fund - TIMED | \$26,080,035 |
| Transportation Trust Fund - Federal | \$605,900,000 |
| Wildlife Habitat Natural Heritage Trust Fund | \$1,000,000 |
| Total Statutory Dedications | \$921,396,821 |
| Federal Funds | \$126,023,918 |
| Reappropriated Cash | \$2,953,148 |
| Reappropriated Interest Earnings | \$0 |
| Revenue Bonds | \$1,559,310,465 |
| TOTAL CASH SECTION | \$3,092,751,298 |
| General Obligation Bond Section | |
| Priority 1 | \$759,715,000 |
| Priority 2 | \$537,744,000 |
| Priority 3 | \$683,150,000 |
| Priority 4 | \$414,230,000 |
| Priority 5 | \$2,582,952,520 |
| TOTAL GENERAL OBLIGATION BONDS | \$4,977,791,520 |
| Bonds NRP/RBP | \$7,367,738 |
| Act 28 of 2007 | \$8,077,910,556 |

**Capital Outlay Bill
Three Year Comparison**

| Cash Section | Act 26 of 2005 FY 05-06 | Act 27 of 2006 FY 06-07 | Act 28 of 2007 FY 07-08 | Difference FY 2007 to 2006 |
|--|----------------------------|----------------------------|----------------------------|-------------------------------|
| General Fund | \$12,992,500 | \$29,417,000 | \$17,444,500 | (\$11,972,500) |
| Reappropriated Cash | \$1,434,158 | \$1,934,375 | \$2,953,148 | \$1,018,773 |
| Interagency Transfer | \$13,100,000 | \$46,000,000 | \$379,132,000 | \$333,132,000 |
| Self-Generated Revenues | \$120,204,249 | \$129,558,408 | \$86,490,446 | (\$43,067,962) |
| Federal (Includes TTF-Federal) | \$612,217,624 | \$620,550,627 | \$731,923,918 | \$111,373,291 |
| Transportation Trust Fund (TTF-Regular) | \$163,512,465 | \$184,287,693 | \$227,407,183 | \$43,119,490 |
| Tran. Infra. Model for Econ. Dev. (TIMED) | \$66,157,674 | \$72,830,252 | \$26,080,035 | (\$46,750,217) |
| Other Statutory Dedication | \$11,240,000 | \$8,150,000 | \$62,009,603 | \$53,859,603 |
| Revenue Bonds | \$1,065,195,890 | \$979,364,453 | \$1,559,310,465 | \$579,946,012 |
| Reappropriations of Interest Earnings | \$294,900 | \$158,615 | \$0 | (\$158,615) |
| Total Cash Section | \$2,066,349,460 | \$2,072,251,423 | \$3,092,751,298 | \$1,020,499,875 |
| | | | | |
| General Obligation (G. O.) Bond Section | | | | |
| Priority I | \$634,205,000 | \$811,035,000 | \$759,715,000 | (\$51,320,000) |
| Priority II | \$255,917,000 | \$373,528,000 | \$537,744,000 | \$164,216,000 |
| Priority III | \$375,149,736 | \$369,955,000 | \$683,150,000 | \$313,195,000 |
| Priority IV | \$289,422,000 | \$140,405,000 | \$414,230,000 | \$273,825,000 |
| Priority V | \$902,390,000 | \$1,005,570,000 | \$2,582,952,520 | \$1,577,382,520 |
| Total G. O. Bond Section | \$2,457,083,736 | \$2,700,493,000 | \$4,977,791,520 | \$2,277,298,520 |
| | | | | |
| Bonds NRP/RBP * | \$3,615,088 | \$6,040,231 | \$7,367,738 | \$1,327,507 |
| | | | | |
| Total Capital Outlay Bill Less Vetoes | \$4,527,048,284 | \$4,778,784,654 | \$8,077,910,556 | \$3,299,125,902 |

Notes:

The Capital Outlay Appropriations for each year above are net of items vetoed by the Governor.
The Federal means of finance category includes Federal Funds and Transportation Trust Funds-Federal.

*Bonds NRP is the allocation of previously sold bonds

*Bonds RBP is the appropriation of funding made available from prepayments of reimbursement bond contracts.

Louisiana Legislative Fiscal Office

Section II

FISCAL ACTIONS

2006 SECOND EXTRAORDINARY SESSION

2007 REGULAR SESSION

Fiscal Year 2007-2008

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2006 Second Extraordinary Session

| Instrument | Description | 2006-07 | 2007-08 | 2008-09 | 2009-10 | 2010-11 |
|--|--|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| SESSION ACTIONS - REVENUE | | | | | | |
| Income Tax - Individual and Corporate | | | | | | |
| Act 4 2nd Ex. Session HB 120 | <p>Provides a refundable tax credit against individual and corporation income tax liabilities in the amount of surcharges, market equalization charges, or assessments paid by a taxpayer to Louisiana Citizens Property Insurance Corporation (LCPIC) as a result of the 2005 regular or emergency assessments levied by LCPIC due to hurricanes Katrina and Rita. Assessments paid before January 1, 2007 can be claimed on the return for tax year 2006. Assessments paid after January 1, 2007 can be claimed on subsequent tax returns.</p> <p>Individuals that have paid the assessments through a surcharge on their policy premiums can recoup through the individual income tax. Insurance companies that have paid the assessments to LCPIC but have not yet collected the assessments from their policyholders through a surcharge on premiums can recoup through the corporate income tax.</p> <p>Effective for tax periods beginning on or after January 1, 2006.</p> <p>The LCPIC declared a 2005 regular and emergency assessment. The regular assessment was 15% of the premiums charged for individual homeowner policies in order to supplement LCPIC's ability to pay claims, or an estimated \$239 million. Much of the regular assessment should have been paid during the 2006 tax year, generating tax credit revenue losses during FY07. Beginning January 1, 2007 the LCPIC will begin assessing 2005 emergency assessments to finance the debt service requirements of a \$978 million bond issue. The annual emergency assessments will occur for as long as necessary to support the debt service schedule through FY27. The first emergency assessment is 3.7% of the premiums charged for the individual homeowner policies, or an estimated \$56 million. Much of this emergency assessment should be paid during the 2007 tax year, generating tax credit revenue losses during FY08. In subsequent years, the emergency assessment will have to be enough to cover the annual debt service requirements. In the table to the right, the FY09 - FY11 annual revenue losses are the debt service amounts currently scheduled for each of those years. Over the life of the bonds, debt service requirements total some \$1.6 billion from FY07 - FY27. This plus the regular assessment amount is the amount of tax credit provided by this bill; a total over \$1.8 billion.</p> | (\$239,000,000) | (\$56,100,000) | (\$80,100,000) | (\$81,500,000) | (\$80,400,000) |
| Total Adjustments To Major State Tax, License And Fee Estimates | | (\$239,000,000) | (\$56,100,000) | (\$80,100,000) | (\$81,500,000) | (\$80,400,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2006 Second Extraordinary Session

| Instrument | Description | 2006-07 | 2007-08 | 2008-09 | 2009-10 | 2010-11 |
|--|--|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| SESSION ACTIONS - DEDICATIONS | | | | | | |
| Louisiana Economic Development and Port Development Infrastructure Fund | | | | | | |
| Act 1 2nd Ex. Session HB 52 | <p>This new special fund is established in the state treasury to receive monies appropriated by the legislature, as well as federal funds, donations, gifts, or grants. The fund shall be appropriated solely to induce and encourage economic development by funding infrastructure costs, including expenditures for acquisition, site preparation, construction, development, rehabilitation, preservation, repair, or other improvements of lands, buildings, fixtures, infrastructure, equipment, utilities, and projects, for a major durable goods manufacturer to locate in the state, or for the use and benefit of a port in providing for a durable goods manufacturing facility, including taking those actions necessary to secure the location of the facility in proximity to the port.</p> <p>The bill directs the treasurer, on the effective date of the Act, to deposit into the fund from the general fund the sum of three hundred million dollars.</p> <p>No appropriations shall be approved by the Joint Legislative Committee on the Budget except costs associated with land acquisitions and site preparation for a major durable goods manufacturere during FY07.</p> <p>All monies in the fund shall be returned to the state general fund if not expended on the major durable goods manufacturer to be located in St. James Parish.</p> | \$300,000,000 | | | | |
| | Adjustments To Dedications of Major State Tax, License, and Fee Estimates | \$300,000,000 | \$0 | \$0 | \$0 | \$0 |
| | TOTAL ADJUSTMENTS TO OFFICIAL NET AVAILABLE STATE GENERAL FUND-DIRECT REVENUE FORECAST | (\$539,000,000) | (\$56,100,000) | (\$80,100,000) | (\$81,500,000) | (\$80,400,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2006 Second Extraordinary Session

| Instrument | Description | 2006-07 | 2007-08 | 2008-09 | 2009-10 | 2010-11 |
|---|---|---|---------|---------|---------|---------|
| OTHER ITEMS OF INTEREST | | | | | | |
| Louisiana Interoperability Communications Fund | | | | | | |
| Act 2 2nd Ex. Session HB 57 | <p>Subject to a legislative appropriation, the treasurer is directed to deposit into the fund from the general fund any monies available. Monies in the fund shall be used solely to establish, design, develop, acquire, construct, administer, operate, and maintain an interoperability communications system within the state to serve state and local emergency and first responders and to meet National Incident Management Systems (NIMS) communications requirements. In addition, the legislation requires the creation of an all hazards emergency alert system. Effective upon governor's signature.</p> <p>The DOA anticipates that it will need a total of \$23.2 million for complete implementation of this short-term solution over the next 18 months. This entire funding requirement may be appropriated to the Fund in FY 07, to provide for short-term interoperability and to cover ongoing maintenance of system through FY 08. Ongoing costs beyond FY08 will be required.</p> <p>The DOA notes that a long-term interoperability solution will require an additional \$352 million and would begin at such time as funding becomes available.</p> | To be Determined by Legislative Appropriation | | | | |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| SESSION ACTIONS - REVENUE | | | | | | |
| Sales Tax - General | | | | | | |
| Act 1 Reg. Session HB 633 | Immediately accelerates the manufacturing machinery & equipment sales tax phase-out to 100% for motor vehicle manufacturers with NAICS codes beginning with 3361. Effective upon governor's signature. | (\$1,288,000) | (\$256,000) | (\$144,000) | \$0 | \$0 |
| Act 244 Reg. Session SB 3 | Establishes an annual sales tax holiday on the first consecutive Friday and Saturday of August. Effective upon governor's signature. | (\$6,000,000) | (\$6,100,000) | (\$6,200,000) | (\$6,400,000) | (\$6,500,000) |
| Act 339 Reg. Session HB 757 | Excludes from sales & use tax machinery and equipment used to produce news publications. Effective July 1, 2007. | (\$454,000) | (\$571,000) | (\$689,000) | (\$840,000) | (\$840,000) |
| | Also excludes from sales & use tax machinery and equipment purchased by certain independent licensed radio stations. Effective July 1, 2007. | (\$96,000) | (\$96,000) | (\$96,000) | (\$96,000) | (\$96,000) |
| Act 427 Reg. Session HB 170 | Provides an exemption from state sales & use tax for machinery and equipment purchased by electric power generating utilities that are regulated by the Public Service Commission or the council of the City of New Orleans. Effective July 1, 2008. | \$0 | (\$2,400,000) | (\$2,400,000) | (\$2,400,000) | (\$2,400,000) |
| Act 424 Reg. Session HB 29 | Fully exempts certain equipment used for farm irrigation from state sales & use tax immediately. This equipment is already eligible for the manufacturing machinery & equipment phase-out currently under way. Also exempts sales of livestock by auction markets and breeder's and registry associations, as well as sales of horses at claiming races. All effective July 1, 2007. | (\$387,000) | (\$387,000) | (\$387,000) | (\$387,000) | (\$387,000) |
| Act 419 Reg. Session HB 916 | Provides a state and local sales & use tax exemption for leases or rentals of pallets used in packaging products produced by a manufacturer. Effective July 1, 2008. | \$0 | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 457 Reg. Session HB 944 | Provides a state and local sales & use tax exemption for certain water conservation equipment installed by certain large users in the Sparta Groundwater Conservation district. Limited to \$1 million of state tax exemption over the three year period FY08 - FY10. Effective July 1, 2007. | (\$333,000) | (\$333,000) | (\$333,000) | \$0 | \$0 |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| Act 462 Reg. Session SB 37 | Provides a sales & use tax exclusion for any storm shutter device. Effective July 1, 2007. | DECREASE | DECREASE | DECREASE | DECREASE | (\$50,000) |
| Act 471 Reg. Session SB 331 | Makes permanent an exemption for electric power purchases by paper and wood products manufacturers. Eliminates taxation of natural gas purchases by these industries, as well. Both beginning January 1, 2009. Exempts certain water conservation equipment purchased by large water users of the Sparta Groundwater Conservation district. Effective July 1, 2007. | \$0 | (\$1,700,000) | (\$1,700,000) | (\$1,700,000) | (\$1,700,000) |
| Act 393 Reg. Session SB 360 | Phases out advance tax requirements for both the state and local governments. Reduces the sales threshold, below which advance tax is required, from \$3 million to \$500,000 for the year 2008, then eliminates it altogether starting in 2009. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 464 Reg. Session SB 65 | Allows certain charitable nonprofit organizations to retain the state sales tax they collect on sales of donated items. They are restricted in what they can do with these retained sales taxes. | (\$345,000) | (\$690,000) | (\$690,000) | (\$690,000) | (\$690,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|---|----------------|----------------|----------------|----------------|----------------|
| Act 209 Reg. Session HB 240 | Expands the exemption granted to certain large trucks and trailers used in interstate commerce. Effective upon governor's signature. | (\$415,000) | (\$415,000) | (\$415,000) | (\$415,000) | (\$415,000) |
| Act 480 Reg. Session HB 386 | Exempts purchases of newspapers from state and local sales tax. These sales are currently subject to a 4% tax under suspension of exemption, dropping to 1% in FY10 and beyond. Effective July 1, 2008. | \$0 | (\$3,000,000) | (\$750,000) | (\$750,000) | (\$750,000) |
| Act 439 Reg. Session HB 464 | Permanently extends a 1% sales tax exemption to certain steelworks to periods after July 1, 2007. Both HB 386 and HB 464 do this. | (\$206,000) | (\$206,000) | (\$206,000) | (\$206,000) | (\$206,000) |
| Act 430 Reg. Session HB 241 | Exempts purchases of food items for school lunch and breakfast programs by nonpublic elementary and secondary schools. Effective October 1, 2007. | (\$309,000) | (\$412,000) | (\$412,000) | (\$412,000) | (\$412,000) |
| | Exempts construction materials purchased by Habitat for Humanity affiliates. Effective October 1, 2007. | (\$135,000) | (\$180,000) | (\$180,000) | (\$180,000) | (\$180,000) |
| | Both exemptions are effective only if HB 2 of this session is enacted (the capital outlay bill). | | | | | |
| Act 429 Reg. Session HB 225 | Establishes an annual sales tax holiday on the last weekend of May for certain enumerated hurricane preparedness items and supplies. Effective June 30, 2007. | (\$2,000,000) | (\$2,000,000) | (\$2,000,000) | (\$2,000,000) | (\$2,000,000) |
| | Also includes recyclable material merchant wholesalers in the industries eligible for the manufacturing machinery and equipment sales tax phase-out. Effective June 30, 2007. | (\$500,000) | (\$250,000) | (\$100,000) | \$0 | \$0 |
| Act 405 Reg. Session HB 525 | Authorizes a new tax increment financing district encompassing the existing Westmoreland Shopping Center in Baton Rouge. State and local sales tax growth associated with the district is dedicated to projects benefitng the district. This reduces revenue available to its current recipients. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|---|---|----------------|----------------|----------------|----------------|----------------|
| Act 411 Reg. Session HB 607 | Authorizes a new tax increment financing district encompassing a defined area on the west bank of Jefferson Parish to support projects associated with the Churchill Technology and Business Park within the district. State sales tax growth associated with the district is dedicated to projects benefiting the district. This reduces revenue available to its current recipients. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 453 Reg. Session HB 849 | Authorizes a new tax increment financing district encompassing certain parcels of ground in two subdivisions of the city of Baton Rouge. The directly affected tax is a new hotel occupancy tax authorized by the bill in the district. State and local tax growth associated with other competing facilities will essentially be lost to the dedication benefiting the district and its project. This reduces revenue available to current recipients. | \$0 | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 417 Reg. Session HB 876 | Creates the East Baton Rouge Redevelopment Authority, comprised of all of East Baton Rouge Parish, to formulate programs to address slums, blight, rehabilitation, and redevelopment. Subdistricts can be created with the power to engage in tax increment financing. In effect, the bill seems to provide a general authority to create tax increment financing districts throughout East Baton Rouge Parish. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 291 Reg. Session HB 231 | Provides procedures for exempting out-of-state purchasers of off-road vehicles. Minor revenue loss expected. Effective October 1, 2007. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Corporate Income & Franchise Tax | | | | | | |
| Act 345 Reg. Session HB 795 | Allows \$10 million more of tax credits to be granted (\$5 million for each of FY08 and FY09) for investments in LA Community Development Financial Institutions. Effective upon governor's signature. | (\$5,000,000) | (\$5,000,000) | \$0 | \$0 | \$0 |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| Act 271 Reg. Session SB 250 | Loosens conditions for receipt of enterprise zone benefits (\$2,500 - \$5,000 per tax credit). Extends benefits to employees of any zone in the state rather than to limited zones. Effective upon governor's signature. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 472 Reg. Session SB 332 | Provides a tax credit of \$1.00 for each hour of employment of each employee in a registered apprenticeship program, up to 1,000 per year. Effective for the tax periods 2008 through 2010. | \$0 | (\$3,500,000) | (\$3,500,000) | (\$3,500,000) | \$0 |
| Act 182 Reg. Session HB 141 | Extends provisions granting tax credits for rehabilitation of certain historic structures (25% of costs, \$250,000 per structure). Extended from 2008 - 2011. | \$0 | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 299 Reg. Session HB 366 | Increases the per employee tax credit (from \$750 to \$1,500) available in the Atchafalaya Trace Heritage Area, and extends this credit program through tax year 2011. Adds a similar program for the Cane River Heritage Area (\$1,500 per employee). | (\$360,000) | (\$360,000) | (\$360,000) | (\$360,000) | (\$360,000) |
| Act 394 Reg. Session SB 361 | Provides a child care provider tax credit based on the quality rating of the child care center and the number of children attending. Effective beginning with the 2008 income tax year and the 2009 franchise tax year. Provides a tax credit to businesses that provide or contribute to the provision of child care based on the quality rating of the child care. Effective beginning with the 2008 income tax year and the 2009 franchise tax year. | \$0 | (\$3,770,000) | (\$5,800,000) | (\$13,920,000) | (\$14,500,000) |
| | | \$0 | (\$500,000) | (\$500,000) | (\$500,000) | (\$500,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| Act 466 Reg. Session SB 138 | Makes permanent a tax credit for purchases of specialty apparel from a contractor participating in a certified Private Sector/Prison Industry Enhancement Program. The credit expired with the 2006 tax year. This bill makes it the credit permanent from tax year 2007. | (\$55,000) | (\$55,000) | (\$55,000) | (\$55,000) | (\$55,000) |
| Act 389 Reg. Session SB 292 | Creates a mechanism for ten-year tax equalization benefits to be renewed continually/permanently. Also allows certain other 15-year tax exemption contract benefits to be renewed for an additional five years. Effective upon governor's signature. | (\$800,000) | (\$1,624,000) | (\$1,973,000) | (\$2,323,000) | (\$2,375,000) |
| Act 374 Reg. Session SB 124 | Authorizes tax credits for contributions to community development coporations and financial institutions. No aggregate limit of credits is provided although credits are limited on a per individual (\$500,000 per year per individual and \$1 million total per individual) and per business (\$1 million per year and \$2 million total per business) basis. Effective upon governor's signature. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 365 Reg. Session SB 9 | Provides refundable tax credits up to limits for costs to add additional axles to sugarcane trailers. | | | | | |
| Act 368 Reg. Session SB 70 | The tax credits provided above are modified in Act 368 (SB 70), resulting in the estimated tax revenue loss to the right. | \$0 | \$0 | (\$2,150,000) | (\$2,000,000) | (\$1,500,000) |
| Act 368 Reg. Session SB 70 | Extends and increases tax credits available for investment in sound recording productions and infrastructure projects. Two additional years are added to the program and the credit rate is increased from 15% to 25%. | DECREASE | DECREASE | DECREASE | \$0 | \$0 |
| Act 379 Reg. Session SB 188 | Restructures the state new markets tax credit program by increasing the credit rate (to 25% from 11%), shortening the period to receive credit (to 3 years from 7 years), makes credits transferable, and increases the aggregate cap (to \$50 million over program life from \$5 million per year). | (\$1,000,000) | (\$3,750,000) | (\$7,500,000) | (\$8,500,000) | (\$7,500,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|---|----------------|----------------|----------------|----------------|----------------|
| Act 400 Reg. Session HB 372 | Provides an optional refundable tax credit of 1.5% of certain capital expenditures in lieu of sales tax rebates to firms participating in the Enterprise Zone Program. Also loosens the programs requirements by allowing employees from any zone in the state to generate benefits. Also provides a routine extension of the Quality Jobs Program that provides 5% 6% payroll subsidies to participating firms. | (\$500,000) | (\$500,000) | (\$500,000) | (\$500,000) | (\$500,000) |
| | | | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 461 Reg. Session HB 973 | Provides a refundable tax credit to milk producing businesses based on fluctuations in the USDA Class I price of fluid milk in Louisiana. Effective for tax periods beginning on or after January 1, 2007. | (\$2,500,000) | (\$2,500,000) | (\$2,500,000) | (\$2,500,000) | (\$2,500,000) |
| Act 401 Reg. Session HB 408 | Rewrites, enhances, and extends the life of the Technology Commercialization Tax Credit, that provides subsidies for investments in technology commercialization affiliated with state higher education institutions. Also adds a jobs-related tax credit similar to the state's existing Quality Jobs Program payroll subsidy program. Extends expiration date of the program by five years to December 31, 2011. Effective upon governor's signature. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 356 Reg. Session HB 926 | Provides for up to \$1 million per year of refundable tax credits to firms participating in the Mentor-Protégé Program created by the bill. Effective beginning with the 2007 income tax year and the 2008 franchise tax year. Terminates December 31, 2011. | (\$1,000,000) | (\$1,000,000) | (\$1,000,000) | (\$1,000,000) | (\$1,000,000) |
| Act 392 Reg. Session SB 339 | Increases existing brownsfield site remediation cost tax credit to 50% (from 15%). Makes credits transferable. No new credits can be granted after December 31, 2009. Effective for tax periods beginning January 1, 2008. | \$0 | (\$650,000) | (\$750,000) | \$0 | \$0 |
| Act 357 Reg. Session HB 929 | Provides a refundable tax credit to certain taxpayers who failed to claim the inventory tax credit available to them in certain prior years. The total credit is limited to \$500,000, and \$10,000 per taxpayer. | DECREASE | \$0 | \$0 | \$0 | \$0 |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|---|-----------------|-----------------|-----------------|-----------------|-----------------|
| Act 371 Reg. Session SB 90 | Provides a refundable tax credit for 50% of the first \$25,000 of cost or installation of wind or solar energy systems for residences or residence rental apartment projects. Effective beginning with the 2008 tax year. | \$0 | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 387 Reg. Session SB 285 | Makes various changes to the Quality Jobs (payroll subsidy) Program. Most if not all of these changes can only work to increase the program's subsidy costs. Changes to the health benefit requirements make eligibility easier and thus work to increase program subsidy costs, while the increasing the wage thresholds was going to largely occur anyway as the federal minimum wage is increased over the 2007 - 2009 period. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 279 Reg. Session SB 352 | Allows firms participating in the Enterprise Zone Program to receive tax credits for the jobs they fill with workers not currently residing in the state (up to 50%). These employees must become domiciled in the state within 60-days of employment. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Personal Income Tax | | | | | | |
| Act 399 Reg. Session HB 365 | Re-establishes the state deduction for total federal itemized deductions in excess of the federal standard deduction. For tax year 2007 the deduction allowed is 57.5% of the excess; for tax year 2008 the deduction is 65%; and, for tax year 2009 and thereafter the deduction is 100%. | (\$157,000,000) | (\$190,000,000) | (\$308,000,000) | (\$332,000,000) | (\$357,000,000) |
| Act 447 Reg. Session HB 678 | Provides a refundable tax credit equivalent to 7% of homeowner, condominium owner, or tenant homeowner insurance policies. Effective beginning with tax year 2008. This bill provides a recurring tax credit that is estimated to reduce revenue by \$92.4 million in FY09, \$99.8 million in FY10, \$107.8 million in FY11, and \$116.4 million in FY12. | \$0 | \$0 | \$0 | \$0 | \$0 |
| Act 371 Reg. Session SB 90 | SB 90 contains a provision that appears to negate the recurring nature of the tax credit granted in HB 678, and makes the credit applicable only in 2008. | \$0 | (\$92,400,000) | \$0 | \$0 | \$0 |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| Act 278 Reg. Session SB 341 | Provides a refundable tax credit equivalent to 3.5% of the federal earned income tax credit for which an individual is eligible. Effective for tax years beginning on and after January 1, 2008. | \$0 | (\$40,500,000) | (\$40,500,000) | (\$40,500,000) | (\$40,500,000) |
| Act 482 Reg. Session SB 218 | Provides refundable and transferable tax credits for expenditures associated with theatrical presentations originating in the state (Broadway South). Credits are available for expenditures on infrastructure, transportation, production, employment, and students. Effective upon governor's signature. | \$0 | (\$5,400,000) | (\$11,400,000) | (\$12,300,000) | (\$11,500,000) |
| Act 458 Reg. Session HB 949 | Provides a \$500 deduction to individuals who volunteer with public recreation departments and to volunteer firemen. Effective for tax years beginning on or after January 1, 2007. | (\$225,000) | (\$225,000) | (\$225,000) | (\$225,000) | (\$225,000) |
| Act 351 Reg. Session HB 847 | Provides a \$1,000 deduction to public school teachers returning as teachers in the parishes of Jefferson, Orleans, Plaquemines, St. Bernard, and St. Tammany. Allowed for tax years 2007 and 2008. | (\$175,000) | (\$175,000) | \$0 | \$0 | \$0 |
| Act 160 Reg. Session SB 5 | Makes permanent an exemption granted to certain military compensation up to \$30,000. Was to expire after tax year 2007. | \$0 | (\$1,400,000) | (\$1,400,000) | (\$1,400,000) | (\$1,400,000) |
| Act 394 Reg. Session SB 361 | Provides a tax credit for child care expenses. The credit is based on the quality rating of the child care center that the child attends. Effective beginning with tax year 2008. | \$0 | (\$871,000) | (\$1,339,000) | (\$3,214,000) | (\$3,348,000) |
| | Provides a tax credit to child care directors and staff. The credit is based on levels of credentials and training. Effective beginning with tax year 2008. | \$0 | (\$1,925,000) | (\$2,963,000) | (\$7,109,000) | (\$7,406,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|---|----------------|----------------|----------------|----------------|----------------|
| Act 188 Reg. Session HB 361 | Extends an existing tax credit for rehabilitation of certain owner-occupied historic structures (up to 25% of costs/\$25,000 per structure, dependent on the taxpayer's gross income). Current law is effective through tax year 2009. This bill extends the credit through tax year 2012. | \$0 | \$0 | (\$600,000) | (\$800,000) | (\$1,000,000) |
| Act 298 Reg. Session HB 359 | Increases the program-wide credit issuance cap of an existing tax credit for rehabilitation of certain owner-occupied historic structures (up to 25% of costs/\$25,000 per structure, dependent on the taxpayer's gross income) from \$1 million per year to \$10 million per year, and allows eligible structures to be in newly defined cultural products districts. Current law is effective through tax year 2009. This bill makes the higher credit limit effective for tax year beginning January 1, 2008. It is not clear if this permanently extends the program or only changes its credit cap for one year. | \$0 | (\$2,000,000) | (\$4,000,000) | (\$6,000,000) | (\$8,000,000) |
| | Also provides state & local sales tax exemptions to sales of original one-of-a-kind works of art from established locations in newly defined cultural products districts. Revenue losses that will occur as a result of this provision are indeterminable. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 306 Reg. Session HB 428 | Provides a refundable tax credit for amounts paid by active and reserve military service members and their spouses & dependents for LA hunting and recreational fishing licenses. Effective for tax periods beginning 2007. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Act 467 Reg. Session SB 182 | Provides a deduction for 50% (up to \$5,000) of the expenses of voluntarily retrofitting an existing residential structure to the State Uniform Construction code. Effective for tax periods beginning with 2008. | \$0 | DECREASE | DECREASE | DECREASE | DECREASE |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|-----------------------------------|--|----------------|----------------|----------------|----------------|----------------|
| Inheritance Tax | | | | | | |
| Act 371 Reg. Session SB 90 | Allows refund claims for inheritances taxes paid base on deaths occurring after June 30, 2004. Claims must be made between August 1, 2008 and December 31, 2009. | \$0 | (\$1,600,000) | (\$1,600,000) | \$0 | \$0 |
| Gift Tax | | | | | | |
| Act 371 Reg. Session SB 90 | Repeals the state gift tax effective July 1, 2008. | \$0 | (\$3,800,000) | (\$3,800,000) | (\$3,800,000) | (\$3,800,000) |
| Motor Fuels Tax | | | | | | |
| Act 181 Reg. Session HB 117 | Provides a gasoline tax exemption for gasoline sold to a manufacturer using the gasoline in a premixed two-cycle engine fuel sold for off-road use in containers of one gallon or less. Effective July 1, 2007 to June 30, 2012. | DECREASE | DECREASE | DECREASE | DECREASE | DECREASE |
| Public Utilities Tax | | | | | | |
| Act 465 Reg. Session SB 108 | Exempts household goods transporters from the 2% gross receipts tax levied on the intrastate business of motor freight lines. Effective upon governor's signaure. | (\$135,000) | (\$135,000) | (\$135,000) | (\$135,000) | (\$135,000) |
| Tobacco Tax | | | | | | |
| Act 474 Reg. Session SB 255 | Removes the requirement for a reciprocal agreement with other states for wholesale tobacco dealers to receive the 6% discount allowed dealers. Effective September 1, 2007. | (\$730,000) | (\$875,000) | (\$875,000) | (\$875,000) | (\$875,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|--|--|------------------------|------------------------|------------------------|------------------------|------------------------|
| Royalty Receipts | | | | | | |
| Act 455 Reg. Session HB 919 | Dedicates mineral revenue from the Attakapas Wildlife Management Area to the Conservation Fund, to finance the operations of the Department of Wildlife and Fisheries, in the absence of a Governor's proclamation to divert these monies. Effective July 1, 2008. The current administration has issued two proclamations to divert these monies in prior periods. May 27, 2005 (FY05) and March 15, 2007 (FY07). | \$0 | (\$19,200,000) | (\$19,200,000) | (\$19,200,000) | (\$19,200,000) |
| Act 158 Reg. Session HB 734 | Grants state royalty income received from 16th section land, that has come to the state as a result of erosion or subsidence, to the school board of the parish where the land is located. Effective July 1, 2007. | (\$260,000) | (\$260,000) | (\$260,000) | (\$260,000) | (\$260,000) |
| Agency SGR Over-Collections | | | | | | |
| Act 108 Reg. Session HB 711 | Dedicates the intrastate portion of motor carrier fees collected by the Public Service Commission to the PSC Motor Carrier Regulation Fund. | (\$32,000) | (\$32,000) | (\$32,000) | (\$32,000) | (\$32,000) |
| Video Draw Poker Receipts | | | | | | |
| Act 469 Reg. Session SB 190 | Provides that the state franchise fee applicable to devices at pari-mutuel wagering facilities (22.5%) be calculated after deducting 20% of the device revenue that is used to supplement purse supplements. Effective July 1, 2008. Actual gross state receipts will decline by some \$1.1 million per year. State general fund receipts will decline \$825,000 per year (shown at right) while state receipts dedicated to local governments will decline by \$275,000 per year (not shown on this report). | \$0 | (\$825,000) | (\$825,000) | (\$825,000) | (\$825,000) |
| Total Adjustments To Major State Tax, License And Fee Estimates | | (\$182,240,000) | (\$403,828,000) | (\$440,444,000) | (\$480,309,000) | (\$502,922,000) |

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2007 Regular Session

| Instrument | Description | 2007-08 | 2008-09 | 2009-10 | 2010-11 | 2011-12 |
|---|---|------------------------|------------------------|------------------------|------------------------|------------------------|
| SESSION ACTIONS - DEDICATIONS | | | | | | |
| Tourism Promotion District | | | | | | |
| Act 30 Reg. Session HB 270 | Eliminates the current caps on the amount of state sales tax allowed to be retained by the District. Effective July 1, 2007. | \$5,200,000 | \$5,500,000 | \$4,400,000 | \$5,100,000 | \$5,400,000 |
| Racetrack Slots | | | | | | |
| Act 285 Reg. Session HB 182 | Increases the total dedication to organizations serving the blind to \$2 million (from \$1.5 million), and adds a fourth recipient organization, The Louisiana Association for the Blind. Effective July 1, 2007. | \$500,000 | \$500,000 | \$500,000 | \$500,000 | \$500,000 |
| New Opportunities Waiver Fund | | | | | | |
| Act 481 Reg. Session SB 98 | Dedicates 12% of recognized recurring revenue growth (up to \$50 million per year) to the New Opportunities Waiver Program. Effective July 1, 2007. | To Be Determined |
| Adjustments To Dedications of Major State Tax, License, and Fee Estimates | | \$5,700,000 | \$6,000,000 | \$4,900,000 | \$5,600,000 | \$5,900,000 |
| TOTAL ADJUSTMENTS TO OFFICIAL NET AVAILABLE STATE GENERAL FUND-DIRECT REVENUE FORECAST | | (\$187,940,000) | (\$409,828,000) | (\$445,344,000) | (\$485,909,000) | (\$508,822,000) |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|--------------------|--|---------------------|----------------------|--------------|
| 00 - | Preamble/Statewide | Preamble/Statewide | Funding for the \$1,500 state employee pay raise based on the estimated number of eligible recipients. Included within this number is \$10,919,040 for Health Care Services Division positions. This amount is also encompassed within the enhancement found in Medical Vendor Payment, Schedule 09-306. Other pay increases in addition to this statewide pay increase are included in the enhancements of each respective agency. | \$72,859,790 | \$137,421,251 | 0 |
| | | | Major Enhancements for Preamble/Statewide | \$72,859,790 | \$137,421,251 | 0 |
| 01 - 100 | Executive | Executive Office | Increased funding for indigent defense assistance board to bring total SGF appropriation for the Louisiana Indigent Defense Assistance Board (LIDAB) to \$28.1 million. LIDAB received an additional \$10.1 million SGF for FY 07 for a total increase over the past two years of approximately \$18 million. The National Legal Aid and Defender Association, in response to a request of the Task Force on Indigent Defense, noted that approximately \$65 million would be needed for this program. Local governments generate approximately \$24 million annually for this purpose through court costs from traffic tickets. When combined with the state appropriation of \$28 million, the total funding from both sources is \$52 million/yr. | \$7,500,000 | \$7,500,000 | 0 |
| 01 - 100 | Executive | Executive Office | The Louisiana Interoperability Communications Fund was budgeted a total of \$9,804,444 (from the State Emergency Response Fund or SERF) through BA-7 in January 2007 to begin implementation of a short-term interoperable communications system within the state to serve state and local emergency and first responders and to meet National Incident Management Systems (NIMS) communications requirements. These funds are part of the \$21.2 million necessary to complete the eighteen month process of establishing a communications system which will allow these various groups with disparate radio equipment to communicate in the southern part of the state in times of disaster. Additional funds in the amount of \$11,468,930 are necessary to complete the implementation and is currently included in the FY 08 budget. This SGF appropriation will provide the funding necessary to continue to implement communications abilities on the 700 mhz frequency as it becomes more widely used and also provide an IP (Internet Protocol) based interoperability solution. The IP solution will allow emergency responders to more easily utilize cellular phones for text messaging and voice communication during times of emergency and will allow disparate radio systems to communicate with one another. These funds will also be used to purchase additional 700 mhz radios and to relieve local and state entities from paying monthly fees in FY 08. Approximately \$1 million in fees are to be collected from state and local entities by state police for maintenance and support of the 800 mhz system in FY 07 and a total of \$4.5 million was projected for FY 08. The increase is a result of the ongoing implementation of the 700 mhz system in FYs 07 and 08. | \$11,468,930 | \$11,468,930 | 4 |
| 01 - 100 | Executive | Executive Office | Additional funding and an office manager position for the Drug Policy Board. The Drug Policy Board was established in 1990 to address substance abuse treatment and enforcement issues. The Drug Policy Board now also provides oversight for an \$11.75 million grant titled the Strategic Prevention Framework-State Incentive Grant, known as the Governor's Initiative to Build a Healthy Louisiana. This 5 year grant was received in October 2004, with the grant likely to be extended to 7 years as a result of the hurricanes of 2005. This initiative has led to creation of 2 additional task forces: the State Epidemiological Workgroup and the Prevention System Committee. The Drug Policy Board currently has only one full-time staff person paid in the existing budget. This additional funding will provide for an additional staff person (\$45,000 salary), operating costs and travel funds, and funds to reimburse board members for travel, lodging and expenses for attendance of business related to the board. | \$89,500 | \$89,500 | 1 |
| 01 - 100 | Executive | Executive Office | Funding to the Administration Program to maintain and expand the Governor's Program on Abstinence. The current federal appropriation to this program from Title V, Section 510 of the Social Security Act is \$1.3 million. To date, Congress has not passed legislation to extend authority and funding for abstinence education activities beyond June 30, 2007. Consequently, the Section 510 legislative authority is set to expire on that same date. As a result, states may only draw down those FY 07 funds obligated by the states for expenses incurred for authorized activities through June 30, 2007. This additional funding is designed to provide administration and operating services in FY 08 until reauthorization is provided. Funding for this program began in 1998 with \$1.9 million federal funding and is based on at-risk teen population. Since Katrina/Rita the award amount has decreased to \$1.3 million. | \$200,000 | \$200,000 | 0 |
| 01 - 100 | Executive | Executive Office | Funding to the Office of Disability Affairs for the Community Opportunities of East Ascension for a resource center. | \$100,000 | \$100,000 | 0 |
| 01 - 100 | Executive | Executive Office | Increase in funding to the Administration Program for the Community Association for the Welfare of School Children in Baton Rouge in the amount of \$270,000. Funding for this program in FY 07 was \$130,000 in Schedule 19-681. | \$270,000 | \$270,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|----------------------------|---|-------------|--------------|--------------|
| 01 - 100 | Executive | Executive Office | Funding provided from the Louisiana Indigent Parent Representation Program Fund for the Louisiana Indigent Defense Assistance Board Program (Act 307 of the 2007 Regular Legislative Session). This is funding that provides support for indigent parent representation implementation during FY 08. The parishes associated with implementation in FY 08 are Calcasieu (14th JDC), Caddo (1st JDC), Tangipahoa, Livingston, St. Helena, St. Tammany and Washington (21st and 22nd JDCs). These areas will phase in representation beginning August 15, 2007 through January 1, 2008. | \$0 | \$514,005 | 0 |
| 01 - 100 | Executive | Executive Office | Additional funding for the Urban Restoration Enhancement Corporation in the amount of \$50,000 over the \$325,000 appropriated for FY 07 which included \$250,000 in Schedule 20 and \$75,000 in the Executive Office. FY 08 funding includes \$300,000 added by Senate Finance Committee in the Executive Office and \$75,000 which was appropriated by House Appropriations Committee in Schedule 20. | \$50,000 | \$50,000 | 0 |
| 01 - 100 | Executive | Executive Office | Funding for the expenses related to the Katrina Memorial Commission for the Katrina Memorial. | \$250,000 | \$250,000 | 0 |
| 01 - 100 | Executive | Executive Office | Funding for the National Governor's Association Honor State Grant Program for high school redesign efforts. | \$0 | \$500,000 | 0 |
| 01 - 100 | Executive | Executive Office | Funding from the Division of Administration Louisiana Technology Innovations Fund Project for an award to the Children's Cabinet to complete the Integrated Juvenile Justice Information System. | \$0 | \$124,950 | 0 |
| 01 - 103 | Executive | Mental Health Advocacy | Funding and positions will aid in the establishment of a child advocacy program to aid abused and neglected children in obtaining legal representation from an attorney specializing in foster care proceedings. These services were previously provided through a contractual arrangement through DSS. However, DSS could only represent either the parent or the child in these proceedings. These new positions at Mental Health Advocacy will be utilized to represent only children while the Louisiana Indigent Defense Assistance Board will represent the parents if needed. The program aims to establish advocacy programs in (1) the 14th Judicial District (Lake Charles) in the amount of \$78,823; (2) Caddo Juvenile Court in the amount of \$87,223, (3) Orleans Parish Juvenile Court in the amount of \$50,017; and (4) Slidell City Court, the 21st Judicial Court (Tangipahoa, Livingston, and St. Helena Parishes) and the 22nd Judicial District Court in the amount of \$241,826. The program will require hiring 9 attorneys between the Judicial District Courts mentioned above and 2 clerical positions. | \$457,889 | \$457,889 | 11 |
| 01 - 103 | Executive | Mental Health Advocacy | Funding provided out of the Indigent Parent Representation Program Fund for representation of children in child protection cases. | \$250,000 | \$250,000 | 0 |
| 01 - 103 | Executive | Mental Health Advocacy | An additional 6 positions for implementation of Children in Need of Care associated (Act 307 of the 2007 Regular Legislative Session). | \$0 | \$0 | 6 |
| 01 - 107 | Executive | Division of Administration | Funding and positions for the purpose of additional workload in the Office of Facility Planning and Control (FP&C) related to rebuilding of infrastructure following Hurricane Katrina and increased interaction with the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP), the Office of Community Development (OCD) and the Department of Housing and Urban Development (HUD). According to the DOA, approximately \$1.7 billion in damage to more than 1,500 state buildings has compounded an already overburdened staff at FP&C. The additional staff will be responsible for the preparation of FEMA's project worksheets (PWs) and the negotiation of contents of PWs, preparation of audit of FEMA and HUD expenditures, management of projects, assuring compliance of HUD requirements, as well as other responsibilities. The additional positions include 28 FP&C Managers (half architects and engineers), 4 FP&C Sr. Managers, and 3 Administrative Coordinators. Total costs include: \$3,097,782.88 - Personal Services (salaries based on using mid-point of the salary range for each job title) \$50,087 - Operating Services (advertising, printing, copier rental and maintenance, and maintenance on equip.) \$84,000 - Travel (for managers to travel statewide to visit and inspect projects being managed by FP&C) \$105,000 - Acquisitions (cost of 35 PCs, 4 network printers and fax machine) \$67,800 - IAT (telephones and postage costs) \$52,500 - Supplies (general operating and office supplies calculated at \$1,500/person on an annual basis) | \$2,407,002 | \$3,457,170 | 35 |
| 01 - 107 | Executive | Division of Administration | Funding and 2 positions provided to maintain the Claiborne Building Conference Center. One position will function as the facility director and be responsible for the scheduling of the facility. The other position will function as the Conference Center Technician and will be responsible for room set-up and providing technical support to users. Office Facilities Corporation has paid for the costs of private sector employees which have handled these responsibilities in the past from rent paid by agencies. According to the DOA, these individuals will now become state employees of Facility Planning and Control (FP&C) and the DOA will now pay for the costs of these employees. This action will allow these employees to take direction from FP&C and will allow for better coordination. | \$0 | \$138,335 | 2 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | |
|----------------------------|----------------------------|----------------------------|---|----------------------------|----------------------------|-------------------------|-----------------------|-------------------------|-----------------------|----------------------|---------------------|-----------|-----------|---|
| 01 - 107 | Executive | Division of Administration | Funding provided for lease space in the DOTD building to aid with Division of Administration space requirements which are a direct result of disaster recovery requirements. The DOA will utilize square footage made available following the departure of DHH from this building in FY 07. The DOA intends to occupy 2 floors of the DOTD East Wing (5th and 6th floors) which will require these floors to be renovated. The DOA has agreed to pay the estimated cost of utilities for these floors during the period of renovations at a cost of \$145,000. In addition, \$255,000 is included for the partial funding of the cost of renovations. The DOA and DOTD are cooperating to ensure that the renovations will be consistent with DOTD's design for the entire building. Through this coordinated effort, this space will be ready for DOTD occupancy upon the DOA departure. | \$400,000 | \$400,000 | 0 | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Funding increases IAT to LSU for the acquisition of Louisiana map data such as elevation, ground use, land water boundaries and transportation networks. This additional funding will allow for expanded service level by LSU for increased coordination of GIS (Geographic Information Services) on a statewide basis. The increase is a result of new elevation data which is becoming available post-Katrina. In addition, the federal geological survey has historically produced base maps and has recently announced that it will no longer provide these maps and has announced that the states must now maintain this information. The DOA's FY 07 budget includes a total of \$175,000 for this service provided by LSU. | \$508,500 | \$508,500 | 0 | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Funding for increase in Prison Enterprise contract for janitorial and ground services at state buildings in Baton Rouge. The total increase of \$305,026 is as follows: <table border="0" style="width: 100%;"> <tr> <td style="width: 50%;"><u>Janitorial Services</u></td> <td style="width: 50%;"><u>Grounds Maintenance</u></td> </tr> <tr> <td>FY 07 Cost- \$1,451,933</td> <td>FY 07 Cost- \$308,467</td> </tr> <tr> <td>FY 08 Cost- \$1,686,056</td> <td>FY 08 Cost- \$379,370</td> </tr> <tr> <td>Increase - \$234,123</td> <td>Increase - \$70,903</td> </tr> </table> <p>In addition, \$45,028 is included to address the FY 07 shortfall that Prison Enterprises will experience as a result of the FY 07 contract. Work being performed at the State Museum is greater than originally anticipated. Prison Enterprises has been providing additional work detail for this building at the request of the DOA. Since the DOA sets rates in November for the upcoming fiscal year and does not increase rates charged to tenants during the fiscal year, the DOA has agreed to include the \$45,028 in the FY 08 contract.</p> | <u>Janitorial Services</u> | <u>Grounds Maintenance</u> | FY 07 Cost- \$1,451,933 | FY 07 Cost- \$308,467 | FY 08 Cost- \$1,686,056 | FY 08 Cost- \$379,370 | Increase - \$234,123 | Increase - \$70,903 | \$331,920 | \$350,054 | 0 |
| <u>Janitorial Services</u> | <u>Grounds Maintenance</u> | | | | | | | | | | | | | |
| FY 07 Cost- \$1,451,933 | FY 07 Cost- \$308,467 | | | | | | | | | | | | | |
| FY 08 Cost- \$1,686,056 | FY 08 Cost- \$379,370 | | | | | | | | | | | | | |
| Increase - \$234,123 | Increase - \$70,903 | | | | | | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Funding for increased cost of operation and maintenance of the Pentagon Barracks. The DOA has subsidized the operations cost of the Pentagon Courts for several years. FY 06 total cost of operations and maintenance of the facility was \$441,873.30 with the total rent collected from tenants totaling \$155,750.82. Thus, the DOA subsidized the costs in FY 06 in the amount of \$286,122.48. | \$231,612 | \$231,612 | 0 | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Funding and 3 positions for the purpose of additional workload in the Office of Facility Planning and Control (FP&C) related to rebuilding of infrastructure following Hurricane Katrina and increased interaction with the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP), the Office of Community Development (OCD) and the Department of Housing and Urban Development (HUD). According to the DOA, approximately \$1.7 billion in damage to more than 1,500 state buildings has compounded an already overburdened staff at FP&C. These additional staff will have responsibilities which include preparation of FEMA's project worksheets (PWs) and the negotiation of contents of PWs, preparation of audit of FEMA and HUD expenditures, management of projects, assuring compliance of HUD requirements, as well as other responsibilities. | \$0 | \$315,050 | 3 | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Funding and 4 additional positions in the Office of Community Development (OCD) for the continuation of the Local Government Assistance Program to aid and assist state parishes and small towns in building infrastructure. A total of \$10 million SGF was appropriated in the capital outlay bill in the 2006 Regular Session (Act 27) for this program. These funds and additional positions will be utilized for the administration of this program. According to the DOA, none of these funds have been expended. However, applications are being submitted for this grant program to be administered by the DOA's Office of Community Development. Additional personnel is necessary to administer this program. All Louisiana municipalities and parishes are eligible, excluding HUD entitlement cities which are Alexandria, Baton Rouge, Bossier City, Kenner, Lafayette, Lake Charles, Monroe, New Orleans, and Shreveport. Eligible activities include, but are not limited to fire protection, sewer, water, renovations to essential governmental buildings, police protection, land acquisition, demolition, equipment, roads, drainage, and reasonable engineering costs (if associated with construction). Eligible grant award amounts are as follows: Villages - \$25,000, Towns - \$35,000, Cities - \$50,000, and Parishes- \$100,000. | \$303,000 | \$303,000 | 4 | | | | | | | | |
| 01 - 107 | Executive | Division of Administration | Additional budget authority provided to meet the total amount of approved action plan amendments approved by HUD for local governments and state buildings, housing program expenses, reasonable administrative and planning costs, and technical assistance to general local governments, homeowners, inspectors and contractors, etc. This amount is the difference between the amount budgeted in FY 07 for the Office of Community Development for disaster recovery and the amount of the approved action plan amendments approved by HUD. | \$0 | \$104,278,260 | 0 | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|----------------------------|--|---------------|--------------|--------------|
| 01 - 107 | Executive | Division of Administration | <p>The Division of Administration (DOA) was appropriated a total of \$8 million (SGF) in the FY 07 budget to begin planning and implementation of a new statewide financial system and an additional \$2 million was included in the DOTD budget to bring DOTD onto the ISIS-HR system. The only expenditures from this appropriation in the current fiscal year will be to contract with a consultant to design the RFP (\$100,000) for the solution-based system and some expenditures related to the hiring of a state project director (\$9 million over 3 years) to oversee this project. A total of \$6 million will be carried forward to FY 08 and an additional \$10.1 million in SGF will be appropriated to the 2004 Overcollections Fund to bring the FY 08 appropriation to \$16.1 million in the DOA budget for this project. The DOA anticipates that the total cost of this project will be approximately \$70 million. This includes:</p> <p>RFP Assistance - \$100,000 Hardware/Hardware Maintenance - \$9.7 million Professional Services (State Project Director) - \$9 million Software - \$7 million Software Maintenance and Upgrades - \$11 million Implementation - \$34 million</p> | (\$2,000,000) | \$8,184,000 | 0 |
| 01 - 107 | Executive | Division of Administration | Additional funding for special legislative project- Rebuilding Our Community, Inc. in the amount of \$100,000. Appropriation for FY 07 was \$250,000. Appropriated level for FY 08 is \$350,000. | \$100,000 | \$100,000 | 0 |
| 01 - 107 | Executive | Division of Administration | <p>Funding and an additional position in the Office of the General Counsel to handle all garnishments brought against employees paid through the ISIS-HR system. Prior to the implementation of the ISIS-HR system, all agencies handled their own garnishments. This additional position will provide for the increased workload that is being anticipated with DOTD scheduled to come onto the ISIS-HR system in FY 08. The additional attorney position brings the total number of attorneys handling garnishments to 2 in the Office of the General Counsel.</p> <p>Funding source is a combination of fees paid by the clerks of court and employees. The clerks pay the DOA \$15 for each interrogatory that is processed and employees pay a garnishment fee of \$3 for each creditor garnishment processed and \$5 for each child support garnishment processed.</p> | \$0 | \$51,918 | 1 |
| 01 - 107 | Executive | Division of Administration | <p>Additional funding for the implementation of a disaster recovery/fail-over site for the Louisiana Gateway application which is a service hosted by the Office of Electronic Services within the DOA. This application provides state agencies the capability to process credit card and electronic check transactions via the internet. The service is utilized by 10 agencies and processes in excess of \$20 million annually. Implementation of this disaster recovery site will ensure that the Louisiana Gateway application will not be subject to outages resulting from system failures or disasters which would result in a disruption of financial services to state agencies that will have a negative impact on revenue collection in these programs. Examples of state agencies which use this application are the Office of Motor Vehicles and the Office of Public Health. These funds will be expended as follows:</p> <p>\$35,000- cost of software license application. \$45,000- professional services to support the deployment of the disaster recovery/fail-over site.</p> | \$80,000 | \$80,000 | 0 |
| 01 - 107 | Executive | Division of Administration | <p>Funding for 3 months of operating expenses for the former State Farm site in Monroe. The State purchased this facility and took over the operations in March 2007. State Buildings and Grounds has assessed the location and has determined that operating costs (utilities, security, grounds maintenance) will total \$22,000 per month through September 2007. Any costs associated with operating expenses in FY 07 will be absorbed within the DOA budget.</p> <p>According to the DOA, this facility was originally intended to house the Delta Community College located in Monroe. However, alternative sites are now being pursued. The Department of Economic Development (DED) estimates that it will have a tenant for this facility within the first 3 months of FY 08. Should these attempts to find a tenant fail, the situation will be reevaluated at that time.</p> | \$66,000 | \$66,000 | 0 |
| 01 - 107 | Executive | Division of Administration | These funds are provided to begin the development of a State Master Plan for the administration of state lands and water bottoms to ensure that all public lands and water bottoms are protected, administered, and conserved in a manner consistent with the state constitution. This initiative will include all agencies that have land under their jurisdiction. These funds will allow the State Land Office to contract for these services as it does not have staff to undertake this effort. This funding is being requested in order to comply with the provisions of R.S. 41:1701.1.C. | \$200,000 | \$200,000 | 0 |
| 01 - 107 | Executive | Division of Administration | Funding for an additional \$50,000 for mold testing and remediation of identified mold problems at the Shreveport State Office Building. The DOA budget for FY 07 included \$30,000 for these services. Based on samples taken to date, additional samples are required in other parts of the building, and it has been determined that mold remediation services are required for the areas where positive samples have been taken. | \$50,000 | \$50,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|--|--|-------------|--------------|--------------|
| 01 - 107 | Executive | Division of Administration | Funding provided for the creation of 2 auxiliary accounts for the purpose addressing income generated as a result of Community Development Block Grant (CDBG) disaster recovery funding activities. The accounts to be created are the CDBG Housing Revolving Loan Fund and the CDBG Economic Development Revolving Loan Fund. Both accounts will have a total of \$10 million in budget authority. These accounts will serve as a revolving loan fund in accordance with CDBG regulations. Income will be generated under the CDBG Housing Revolving Loan Fund through payments received from lending institutions, insurance companies, developers and homeowners. These payments will result from interest proceeds after closings, repayments of loans by developers and sale of properties by the Road Home Corporation. This income will be used to fund eligible existing housing programs or new programs developed and approved by HUD through CDBG Disaster Recovery Action Plan amendments. Under the CDBG Economic Development Revolving Loan Fund, income will be generated through payments received from borrowers who must pay off defaulted loans obtained through the Bridge Loan Program. Payments will also be received from the Department of Justice as a result of recovery activities related to defaulted loans. Any income received will be used to fund eligible existing and new programs approved by HUD through CDBG action plan amendments. | \$0 | \$20,000,000 | 0 |
| 01 - 110 | Executive | Louisiana Recovery Authority | Additional funding for professional service contracts (\$168,800), OTM fees (\$24,655), and \$30,000 for professional staff development. The LFO does not have any information on the remaining \$3,824. The funding for professional staff development includes \$21,900 for 3 staff members to attend the Harvard Program for Senior Executives in state and local government at a cost of \$7,300 per person. In addition, a total of \$8,100 is provided for continuing legal education (CLE) for 4 staff members. Source of funds is transfers from the Office of Community Development in the DOA. | \$0 | \$227,279 | 0 |
| 01 - 110 | Executive | Louisiana Recovery Authority | Additional funding for increased operating expenses which includes \$96,600 for publications relative to the recovery of hurricanes Katrina and Rita. These publications include the printing and design of quarterly reports provided to the Louisiana Legislature, U.S. House and Senate members, and interested parties. Also included in this cost are 50,000 publications (\$1.25/publication) which provide information to residents and builders on local architectural styles and materials. Private foundations previously paid for these publications. Finally, other handouts will be prepared for constituents with information relative to recovery plans. Other funding includes advertising costs (\$8,520), IT support (\$68,480), rental and maintenance of vehicles (\$3,200), telephone services (\$23,000), miscellaneous expenses (\$2,000), \$63,280 for an increase in travel expenses which includes funding for recovery fairs and pay for consultants travel expenses, \$895 for subscriptions, and \$24,000 for mail delivery and postage. | \$8,000 | \$289,975 | 0 |
| 01 - 110 | Executive | Louisiana Recovery Authority | Funding for lease of office space in New Orleans, purchase of 3 vehicles, and other associated operating expenses. Source of funding is IAT from the Office of Community Development (OCD) in the DOA. | \$0 | \$104,485 | 0 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Funding for an additional 16 positions to carry out the day-to-day operations related to Hazard Mitigation. The additional positions include 7 grant administrators, 5 team leaders, administrative assistant, and 3 technical support positions. The state portion of these additional positions is 25%. | \$210,428 | \$841,709 | 16 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Funding for an additional 19 administrative positions in GOHSEP. These positions include communications operator, 3 network management specialists, 3 telecom specialists, accountant, facility support specialist, purchasing manager, human resource analyst, administrative assistant-finance, internal auditor assistant, undersecretary, intelligence officer, branch chief-transportation/evacuation, branch chief-human services, branch chief-emergency services, and operation logistics officer. State match for these additional costs is 90%. | \$1,199,266 | \$1,306,960 | 19 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Funding for an additional 28 public assistance positions at GOHSEP. This adjustment provides for 4 technicians, engineer team leader, appeals manager, 2 administrative assistants, 7 grant administrators, 5 team leaders, group leader, 4 coordinators, 2 finance officers, and human resources assistant. These positions will be responsible for carrying out all public assistance state management efforts. State match for these positions is 10%. | \$166,691 | \$1,666,908 | 28 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Funding for warehouse construction cost for the housing of a mobile command unit at a cost of \$110,000. In addition, funding for legal services provided by the Attorney General's office in the amount of \$74,030. | \$184,030 | \$184,030 | 0 |
| 01 - 112 | Executive | Department of Military Affairs | Additional funding for the increased cost of gas and electricity for the Military Department's various locations around the state. According to information provided by the Military Department, the projected costs for FY 07 (\$5,287,103) are over 100% greater than the FY 05 (\$2,500,717) actual expenditures for gas and electricity. The inflationary increases provided in prior years have been unable to keep pace with the rising costs experienced by this agency. | \$1,357,923 | \$2,500,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-----------------------------------|--|-------------|--------------|--------------|
| 01 - 112 | Executive | Department of Military Affairs | Additional funding and positions for the various Military Affairs facilities statewide and administration. These additional positions are as follows: Camp Beauregard (34 positions and \$1,545,750) requests these additional positions due to the migration from Jackson Barracks following hurricanes Katrina and Rita to provide adequate support for this facility. Jackson Barracks' (10 positions and \$737,750) positions include grounds maintenance, fiscal manager, risk management/safety coordinator, military police (5 at Camp Villere), vehicle maintenance technician, and an administrative assistant. Gillis Long (8 positions and \$800,550) requests a power plant operator, 5 maintenance techs, and 2 cooks. Camp Minden (18 positions and \$985,500) requests funding and positions due to critical needs not being included in the initial budget for this facility at the time of opening. This includes 2 firefighters, 3 maintenance techs, 3 military police, equipment operator, explosive safety manager, lease administrator, and manager of commercial operations. Finally, the Administrative functions of the department request additional positions (7 positions and \$580,500) to assure requirements from post installations and state requirements are met. These positions include 2 employee assistants, 2 fiscal technicians, payroll clerk, budget assistant, and information technology technician. | \$3,385,800 | \$3,385,800 | 77 |
| 01 - 112 | Executive | Department of Military Affairs | Funding to the Military Affairs Program for Camp Minden for the purchase of a fire truck and brush truck. All remaining funds after the trucks have been purchased shall be used for statewide backlog of maintenance and repair, Project ID 531788. | \$449,000 | \$449,000 | 0 |
| 01 - 114 | Executive | Office of Women's Policy | Funding for the Louisiana Coalition Against Domestic Violence for support of training programs and technology enhancements. | \$250,000 | \$250,000 | 0 |
| 01 - 114 | Executive | Office of Women's Policy | Funding for Chez Hope, Inc. for battered women's program. | \$100,000 | \$100,000 | 0 |
| 01 - 114 | Executive | Office of Women's Policy | Additional funding for the Domestic Violence Program to be allocated equally among all 64 parishes for services. | \$1,600,000 | \$1,600,000 | 0 |
| 01 - 114 | Executive | Office of Women's Policy | Funding for the Methodist Children's Home in Ruston. | \$200,000 | \$200,000 | 0 |
| 01 - 124 | Executive | LA. Stadium & Exposition District | Net increase in revenues anticipated for FY 08 will be utilized for operating services of the agency including utilities, food and beverage contracts, etc. In addition, these funds will be expended on all costs associated with the Saints, Hornets, renewal and replacement fund, etc. Included in this figure is a total of \$2,619,241 budgeted for acquisitions and major repairs. | \$0 | \$14,549,590 | 0 |
| 01 - 129 | Executive | LA. Commission on Law Enforcement | Funding to develop curricula and training programs for large-scale response to critical emergency situations related to school violence. According to the LCLE, this funding represents partial funding toward the effort to train first responder law enforcement officers in every agency to coordinate and respond to random violent events such as the one which recently occurred at Virginia Tech University and Columbine. The LCLE is seeking federal funds to supplement this effort. These funds will be used initially to pay for training of officers at law enforcement academies. BESE and the BOR have endorsed this concept. | \$150,000 | \$150,000 | 0 |
| 01 - 129 | Executive | LA. Commission on Law Enforcement | Funding for the Task Force on Violent Crime for crime prevention activities for Algiers, Gretna, and West Bank of Jefferson and Plaquemines Parishes in the amount of \$500,000 in FY 08 which is \$200,000 greater than the FY 07 allocation of \$300,000. | \$200,000 | \$200,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Funding in the amount of \$200,000 for the Gentilly Senior Center, Inc. Funding for this facility was provided in the amount of \$100,000 in FY 07. | \$100,000 | \$100,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Funding for the New Orleans Council on Aging. | \$50,000 | \$50,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Funding for the Senior Citizen Outreach Entity, Inc. | \$150,000 | \$150,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Funding to the West Ouachita Senior Center, Inc. | \$75,000 | \$75,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Additional funding for the Jefferson Parish Council on Aging over the current allocation of \$34,000 in FY 07. Total funding for FY 08 is \$68,000. | \$34,000 | \$34,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Additional funding for 8 Golden Age centers in Jefferson Parish. Total funding for FY 08 is \$32,000 or \$16,000 greater than the current appropriation in FY 07. | \$16,000 | \$16,000 | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Funding for the Milan Broadmoore Senior Transportation and Renovation Program. | \$30,000 | \$30,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|--|--|---------------------|----------------------|--------------|
| 01 - 254 | Executive | Louisiana Racing Commission | <p>Funding and 6 additional positions provided to the La. Racing Commission for increased veterinarian services statewide. The increased services will provide at a minimum, horse examinations to mitigate potential from unsafe racing conditions (injuries, accidents, breakdowns). In addition, the additional veterinarians will provide for increased drug testing. The addition of a medical director at the LRC will provide assistance in the maintenance of medical records of all horses associated with the racing industry. This position will be manned by a senior equine veterinarian housed at the domicile office in New Orleans and will supervise and manage all veterinarian personnel and monitor all medical issues of the LRC. This position will also monitor continuing education of all veterinarians to include special training in equine practice. A veterinary regulations coordinator will also be added to the LRC staff. The total cost of these positions, related benefits, travel, operating services, and supplies is \$509,825 in FY 08. Source of funding is the Pari-Mutuel Live Racing Facility Gaming Contribution Fund.</p> <p>In addition, funding in the amount of \$190,175 is provided to increase the pay of the current veterinarians to an hourly rate of \$50/hour plus related benefits, and travel expenses. The hourly rate of these vets has been \$32.75 since 2003 and is far below the rate veterinarians earn in the private sector and also compared to regulatory veterinarians in the majority of racing jurisdictions.</p> | \$0 | \$700,000 | 6 |
| Major Enhancements for Executive | | | | \$33,230,491 | \$189,649,909 | 213 |
| 03 - 130 | Veterans' Affairs | Dept. Veterans' Affairs | <p>Funding for 3 additional positions in the Department of Veterans Affairs, including Executive Counsel, Press Secretary, and Confidential Assistant. The Civil Service Commission approved unclassified authority for 1 position of Executive Counsel and Press Secretary, effective from January 12, 2004 through January 14, 2008, in agencies that do not already have equivalent positions. The salary for these positions are as follows (related benefits are in addition to the figures listed below):</p> <p>Executive Counsel - \$80,000 Press Secretary- \$65,000 Confidential Assistant- \$55,000</p> | \$250,000 | \$250,000 | 3 |
| 03 - 134 | Veterans' Affairs | Southwest Louisiana War Veterans' Home | <p>Funding for acquisitions of the 4th wing of the SW Louisiana War Veterans Home which opened on November 15, 2004. FY 08 will be the 4th year of operation for this facility and the 4th and final wing of the facility is scheduled for opening during this time period. This appropriation will fund a total of \$74,600 in new equipment and \$50,400 in replacement equipment. New equipment includes furniture, central air and heat for the veteran's lounge, air flow mattresses, lawn tractor and patio chairs. These expenditures are for items not purchased in capital outlay or provided for in the FY 07 operating budget. In addition, a total of 12 computers, monitors and printers are to be purchased as part of a phased update every four years. The total cost of this update is \$20,400. Also, the original medication carts which were purchased in FY 05 by Facility Planning are not sufficient for the numbers of veterans on each nursing wing and must be replaced at a cost of \$30,000.</p> | \$61,750 | \$125,000 | 0 |
| 03 - 134 | Veterans' Affairs | Southwest Louisiana War Veterans' Home | <p>Funding for the acquisition of supplies for the 4th wing of the SW Louisiana War Veterans Home which opened on November 15, 2004. FY 08 will be the 4th year of operation for this facility and the 4th and final wing of the facility is scheduled for opening during this time period. This appropriation will provide for additional supplies necessary for the opening of the 37 additional beds in the 4th wing of this facility. Self-generated revenue is generated from residents' care and maintenance fees of \$1,443.66/month while the federal funds are derived from the Veterans Administration daily per diem payments of \$63.40/day/veteran. This cost includes the following increase in expenses over FY 07 operating budget:</p> <p>Pharmaceutical - \$150,558 Food - \$101,878 Other Medical - \$108,000 Supplies - \$31,652</p> <p>Total Increase in Supplies - \$392,088</p> | \$0 | \$392,088 | 0 |
| 03 - 134 | Veterans' Affairs | Southwest Louisiana War Veterans' Home | <p>Funding for the additional staffing needs of the SW Louisiana War Veterans Home resulting from the opening of the 4th wing of the facility in FY 08 which will bring the total number of beds up to 152. The facility was opened in November 2004 and 3 of the 4 wings are currently in operation. The additional employees include 2 custodians, 2 food service specialists, RN Supervisor, 8 LPNs, and 14 nursing assistant 2s.</p> | \$0 | \$888,710 | 27 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|--|---|--------------------|---------------------|--------------|
| 03 - 135 | Veterans' Affairs | Northwest Louisiana War Veterans' Home | Funding for acquisitions, bed fees, and other expenses associated with increasing residents at Northwest La. War Veterans Home from 37 to 152 in FY 08. These expenses are as follows: Operating Services- \$307,354 Supplies- \$401,107 Professional Services- \$331,630 Other Charges (Bed Tax to DHH)- \$343,044 IAT (CPTP, Civil Service, OTM, etc) - \$267,985 Acquisitions - \$60,562 Total \$1,711,682 | \$331,630 | \$1,711,862 | 0 |
| 03 - 135 | Veterans' Affairs | Northwest Louisiana War Veterans' Home | Funding to provide additional staff as a result of the increase in residents at this facility from 37 to 152 in FY 08. The facility opened its doors in February 07 and patients moved into the facility in early April 2007. The number of residents at the end of FY 07 was 30 (currently 38 as of August 16, 2008). Due to the demand for this facility, all 4 wings (156 beds) are due to open in FY 08. This adjustment will increase the T.O. at this facility from 57 to 144. Additional staffing includes an administrative manager 5, human resources analyst 3, accounting specialist, social services counselor 2, therapeutic recreation specialist, 9 food service specialists, administrative coordinator 2, 10 custodians, director of medical services, physician 2, pharmacy tech, RN Hospital Assistant Nursing Director 2, 42 nursing assistant 2s, 2 psych aid supervisor 2s, 13 LPNs, and RN supervisor 2. | \$1,894,087 | \$2,634,640 | 87 |
| 03 - 136 | Veterans' Affairs | Southeast Louisiana War Veterans' Home | Funding for acquisitions, bed fees, and other expenses associated with increasing residents at Southeast La. War Veterans Home from 37 to 117 in FY 08. The opening of this facility was delayed due to the effects of Hurricane Katrina. The 4th wing of this facility will open in FY 09 and bring the total number of beds to 152. These expenses are as follows: Operating Services- \$311,936 Supplies- \$406,924 Professional Services- \$335,400 Other Charges (Bed Tax to DHH)- \$344,494 IAT (CPTP, OTM, Civil Service, etc)- \$267,985 Acquisitions- \$60,562 Total - \$1,727,301 | \$1,549,590 | \$1,727,301 | 0 |
| 03 - 136 | Veterans' Affairs | Southeast Louisiana War Veterans' Home | Funding to provide additional staff as a result of the increase in residents at this facility from 39 to 117 in FY 08. This facility opened its doors in April 2007 and will operate 117 of its 156 beds in FY 08. Additional staff will be necessary for the increase in residents. These additional staffers include: 32 nursing assistant 2 positions, psych aid supervisor 2, 10 LPNs, RN supervisor, RN hospital assistant nursing director, pharmacy tech, director of medical services, physician 3, 7 custodians, administrative coordinator 2, 9 food service specialists, therapeutic specialist, social service counselor, accounting specialist, administrative manager 5, and human resources analyst 3. Self-generated revenue is generated from residents' care and maintenance fees of \$1443.66/month while the federal funds are derived from the Veterans Administration daily per diem payments of \$63.40/day/veteran. | \$0 | \$2,371,581 | 70 |
| Major Enhancements for Veterans' Affairs | | | | \$4,087,057 | \$10,101,182 | 187 |
| 04a - 139 | State | Office of Secretary of State | Provides \$104,694 for 4 full-time employees at the Shreveport Spring Street Museum and the Louisiana Military Hall of Fame Museum in Abbeville. One position will be a security guard. Three positions will be used for tours, special programs, cataloguing, exhibits and maintenance of the facilities. Additional expenses include \$142,173 operating expenses for the McNeil Street Pumping Station, \$84,700 operating expenses for the Eddie Robinson Museum in Grambling, \$25,000 for the Tioga Heritage Museum, and \$20,000 for the La. State Exhibit Museum in Shreveport. | \$376,567 | \$376,567 | 4 |
| 04a - 139 | State | Office of Secretary of State | Funding for additional positions needed for programming the new statewide voting system. | \$433,208 | \$433,208 | 13 |
| Major Enhancements for State | | | | \$809,775 | \$809,775 | 17 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|---------------------|-------------------------------|--|--------------------|--------------------|--------------|
| 04b - 141 | Justice | Office of Attorney General | Increase Interagency Transfer pursuant to Act 460 of the 2007 Regular Legislative Session, which revises the sex offender registry and notification procedure. Distributes funding to sheriffs based on the parish's sex offender registry. Source of funding is statutory dedication from the Sex Offender Registry Technology Fund. | \$0 | \$250,000 | 0 |
| 04b - 141 | Justice | Office of Attorney General | Increase Interagency Transfer pursuant to Act 460 of the 2007 Regular Legislative Session, which revises the sex offender registry and notification. Provides for acquisition of a computerized sex offender database to track/monitor offenders. Source of funding is statutory dedication from the Sex Offender Registry Technology Fund. | \$0 | \$200,000 | 0 |
| 04b - 141 | Justice | Office of Attorney General | Funding for mental health and crisis intervention services for first responders in the New Orleans area. | \$250,000 | \$250,000 | 0 |
| 04b - 141 | Justice | Office of Attorney General | Funding for internet safety education to prevent child abuse. | \$238,000 | \$238,000 | 0 |
| Major Enhancements for Justice | | | | \$488,000 | \$938,000 | 0 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Funding provided for an International Relations position to provide guidance of protocol in international custom affairs. | \$150,000 | \$150,000 | 1 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Funding provided for a new initiative for FY 08, the Voluntourism Campaign, to combine volunteer service with travel to a destination in Louisiana. | \$122,500 | \$122,500 | 0 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Funding provided for a new initiative in FY 08, to build a Volunteer Louisiana On-line Network that matches volunteers with opportunities to serve. | \$220,543 | \$220,543 | 0 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Funding provided for the Retirement Development Commission (LRDC) that will allow for strategic plan modification, community certification implementation, marketing plan development and research opportunities. Funding will be expended in other charges - \$120,000 for local communities for matching grants provided to communities committed to promoting and developing their areas as attractive retirement destinations (12 certified communities at \$10,000 each) and professional services - \$282,500 for the LRDC to coordinate efforts in concert with the Department's marketing and research plans. \$100,000 will support research needs to ensure the LRDC remains up-to-date on the 50 and older population and \$182,500 will support marketing initiatives (distribution piece, website needs, community-level efforts) to raise awareness of the LRDC. | \$402,500 | \$402,500 | 0 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Provides funding to the Administrative Program for personal services for 13 positions. The positions are Chief of Staff and support staff; Constituent Affairs support staff; Legislative Director; Communications support staff; Director of Disaster Recovery; Policy support staff; Social Entrepreneurship Director and support staff; Director of Faith Based Initiatives; and Director of Rural Development and support staff. According to CRT, the need for these positions is based on the volume of requests, correspondence, and issues handled by each of the offices. | \$925,000 | \$925,000 | 13 |
| 04c - 146 | Lieutenant Governor | Office of Lieutenant Governor | Provides funding from SGR to the Grants Program for the Louisiana Serve Commission. The increase from \$85,000 to \$150,000 is due to increased interest from collaborating non-profit organizations, national foundations and corporate sponsors to support the mission of the Commission. | \$0 | \$65,000 | 0 |
| Major Enhancements for Lieutenant Governor | | | | \$1,820,543 | \$1,885,543 | 14 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|------------------------|----------------------------------|--|--------------------|--------------------|--------------|
| 04d - 147 | Treasury | Office of State Treasury | Funding for 5 positions added by in-house BA-7 in September 2006. In FY 07 the funding for these positions was absorbed in the existing operating budget. The positions are responsible for providing accounting, financial reporting, auditing and programmatic review of appropriations contained in Schedule 20 of the General Appropriations Act. The Division of Administration has stated to the Treasury that General Fund will be added to the supplemental appropriations bill to provide for the positions in the current year. A Treasury seed provided up-front monies for cash flow. | \$519,482 | \$519,482 | 0 |
| 04d - 147 | Treasury | Office of State Treasury | Increased IAT and SGR funds for central banking services. | \$0 | \$172,871 | 0 |
| 04d - 147 | Treasury | Office of State Treasury | Funding to provide for population estimates of municipalities and local governments which is utilized to determine funding distributions for the Parish Transportation Program, 2% Fire Insurance Program and the State Revenue Sharing Program. | \$70,946 | \$70,946 | 0 |
| 04d - 147 | Treasury | Office of State Treasury | Increase SGR in the State Bond Commission for increase in member's per diem from \$115 per day to \$138 per day. | \$0 | \$8,350 | 0 |
| Major Enhancements for Treasury | | | | \$590,428 | \$771,649 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Storage cost associated with the Pet Evacuation Project. The JLCB approved a November 2006 BA-7 for the Department of Agriculture in the amount of \$1.4 million IAT (original source being the State Emergency Response Fund-SERF). This funding was expended in FY 07 for the purchase, storing and transfer of pets and supplies at 3 Department facilities. This amount represents the amount needed in FY 08 to continue to store these supplies in the event of a natural disaster. | \$75,072 | \$75,072 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Office of Information Technology (OIT) Projects for laptops, printers, desktop systems and replacement servers. Of the \$1.7 million, \$705,000 is for new laptops and portable printers. These items will allow inspectors to fill out and also submit electronic forms into the Department's centralized inspector reporting system. The \$705,000 is broken down as follows: \$540,000 for 300 Dell Laptops, \$90,000 for 300 HP portable printers and \$75,000 for Microsoft Office upgrade. Of the \$1.7 million, \$470,000 is for desktop computers. The Department utilizes all regulatory and administrative functions. According to the Department, the majority of the computers are 4 to 7 years old. The \$470,000 is broken down as follows: \$332,500 for 350 Dell standard computers, \$37,500 for 25 HP 4000 series workgroup printers and \$100,000 for Microsoft Office upgrade. Of the \$1.7 million, \$525,000 is for 35 replacement servers. According to the Department, existing servers are 4+ years old and have no remaining warranty. The \$525,000 is broken down as follows: \$400,000 for 10 Dell main office servers and \$125,000 for 25 Dell field servers. | \$1,700,000 | \$1,700,000 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Provides funding for state audit requirements and other operating expenses. Funding will be budgeted within the Soil and Water Conservation Program. | \$320,000 | \$320,000 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Funding to the Louisiana Agricultural Finance Authority (LAFA) for construction of an animal shelter facility to be utilized by the city of Zachary and the Department of Agriculture and Forestry. This funding will be budgeted within the Marketing Program of the department. | \$100,000 | \$100,000 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Funding to the Louisiana Agricultural Finance Authority (LAFA) for the Northwest Louisiana Chapter of the Pursuing a Dream Foundation-Outdoors Without Limits. This funding will be budgeted within the Marketing Program of the department. | \$35,000 | \$35,000 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Funding to the Louisiana Agricultural Finance Authority (LAFA) for the Greenhouse Project. This funding will be budgeted within the Marketing Program of the department. | \$30,000 | \$30,000 | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Funding for the Alternative Energy Cogeneration Initiative. This funding will be budgeted within the Marketing Program. | \$75,000 | \$75,000 | 0 |
| Major Enhancements for Agriculture & Forestry | | | | \$2,335,072 | \$2,335,072 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|---------------------------|--|------------|--------------------|--------------|
| 04g - 165 | Insurance | Commissioner of Insurance | Funding for 1 position within the Louisiana Auto Theft and Insurance Fraud Prevention Authority (LATIFPA) and 2 positions within the Fraud Division. The LATIFPA was created during the 2004 Regular Legislative Session to combat vehicle insurance fraud. The LATIFPA solicits and accept gifts, grants and donations, loans and other assistance from various entities and deposits into the statutory dedicated fund, LATIFPA Fund. The 1 position will be an Administrative Assistant III position. This position is needed to assist in the increased programs administered by the LATIFPA. Those programs include the Bait Vehicle Program and Public Awareness Program. The Fraud Division is charged with the responsibility of receiving suspected insurance fraud complaints and refer them to law enforcement agencies, investigate allegations of fraud, conduct background investigations of people and companies seeking to do business in the state. The 2 positions are for an Insurance Compliance Examiner Specialist and an Insurance Compliance Technician. This request is a result of Act 783 and Act 806 of the 2006 Regular Legislative Session which provided for the licensing of public adjusters and claims adjusters. Estimates indicate the legislation will result in 6,000 to 8,000 entities being licensed. The means of financing impacted is \$118,082 SGR and \$49,343 Statutory Dedications. | \$0 | \$167,425 | 3 |
| 04g - 165 | Insurance | Commissioner of Insurance | Funding for a conference forum focusing on Auto Theft and Motor Vehicle Insurance Fraud in Louisiana. The forum will be designed to encourage citizen participation and educate consumers about the relationships between auto theft, insurance fraud and the cost of insurance premiums. This adjustment gives the agency the necessary budget authority for expenditures as the conference will be funded with registration fees from participants. The means of financing impacted is SGR. | \$0 | \$26,000 | 0 |
| 04g - 165 | Insurance | Commissioner of Insurance | Funding increase within the Auto Theft and Insurance Fraud Prevention Authority Fund for the bait vehicle program. The Louisiana Automobile Theft and Insurance Fraud Prevention Authority (LATIFPA) currently has a cooperative endeavor agreement in place with the National Insurance Crime Bureau. This adjustment is needed in order for the LATIFPA to implement the initiatives outlined within the agreement, such as the bait vehicle program. FY 07 operating budget was \$78,789 and after the increase, the FY 08 recommended is \$150,000. | \$0 | \$71,211 | 0 |
| 04g - 165 | Insurance | Commissioner of Insurance | Funding for Office of Information Technology (OIT) projects. Of the \$513,900 SGR, \$157,800 is for replacement workstations as the Department of Insurance (DOI) will replace 33 laptop computers and 140 personal computers. This is needed to maintain the operating efficiency and effectiveness of the DOI's information network. Of the \$513,900, \$80,000 is for 28 replacement network printers and \$276,100 is for 13 servers, 2 disk array enclosures, audio/video equipment, search appliance, 18 uninterruptible power supply for servers, 4 routers, 6 remote console switches, 20 copies of desktop software, 23 desktop scanners and an air conditioning unit for server room. | \$0 | \$513,900 | 0 |
| 04g - 165 | Insurance | Commissioner of Insurance | Allows the usage of available federal funding to the Market Compliance Program for the Senior Health Insurance Information Program (SHIIP) for a cooperative endeavor agreement with the Office of Elderly Affairs to assist funding 8 SenioRx programs in the Caddo, Cajun, Calcasieu, Capitol, Cenla, Orleans, North Delta and Terrebonne regions. The SenioRx Program assists low-income and uninsured seniors receive free or discounted medicines. The SHIIP recruits and trains counselors on various issues such as: Medicare, Medicare Supplement, Medicare Plus Choice Organizations, long-term care insurance and other types of health insurance. The trained counselors provide the information to senior citizens living in Louisiana. This program is already included within the Department of Insurance's FY 07 budget. This increase in budget authority allows the agency to spend more of the federal funding that has been granted to them in FY 08. | \$0 | \$49,900 | 0 |
| 04g - 165 | Insurance | Commissioner of Insurance | Funding for 1 position and related expenditures for the newly created Insure Louisiana Incentive Program (Act 447 of 2007 Regular Legislative Session). This is a matching program designed to stimulate additional property insurance capacity within Louisiana. The position is an Insurance Compliance Examiner and the expenditures for the positions will be as follows: Salaries \$55,284, Related Benefits \$17,433, Operating Services \$7,248, Supplies \$500, Professional Services \$145,000, Acquisitions (one-time) \$4,890. The \$145,000 to be spent in professional services will be for a contractor in the first year to assist with the development of regulations, review of grant proposals, assistance in the grantee evaluations and consultation during the 5-year period of monitoring the program. The means of financing impacted is SGR. | \$0 | \$230,355 | 1 |
| 04g - 165 | Insurance | Commissioner of Insurance | Funding for 6 positions within the newly created office of consumer advocacy within the Department of Insurance. The 6 positions are as follows: Deputy Commissioner, 2 Insurance Compliance Examiner Specialists, 2 Insurance Compliance Technicians and an Administrative Assistant. The expenditures will be budgeted as follows: personal services \$357,188, operating services \$38,402, and acquisitions \$35,000. | \$0 | \$430,590 | 6 |
| Major Enhancements for Insurance | | | | \$0 | \$1,489,381 | 10 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|----------------------|--------------------------------|--|-------------|--------------|--------------|
| 05 - 251 | Economic Development | Office of Secretary | Increase in travel expenditures for economic development purposes of business creation and/or retention. The Office of the Secretary plans to expend the funding for additional international and domestic marketing missions to remain competitive with other states in attracting new investment and marketing Louisiana's advantages as a business location in FY 08. | \$100,000 | \$100,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funding provided for the Louisiana Economic Development Regional Awards and Matching Grant Program. The program provides assistance to eligible economic development organizations in their comprehensive and strategic marketing and/or recruitment plans for towns, cities, parishes and regions as a site for new and/or expanded business development. This adds to \$5.625 million SGF for this program in FY 08. | \$375,000 | \$375,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funding provided to the National Center for Advanced Manufacturing (NCAM) located at NASA's Michoud Assembly Facility. NCAM will use these funds to hire and train 2 operators of high technology equipment. NCAM will also hire an operations manager to supervise operations and projects, and a program manager/administrator to bid and manage contracts. | \$500,000 | \$500,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Increase travel expenditures for economic development purposes of business creation and/or retention. According to the Department of Economic Development (DED), the additional funds will allow for additional international multi-destination missions which can be marketed to worldwide decision makers. These multi-destination missions would be targeted to bring major manufacturing facilities/jobs to the state. By combining multi-destinations, this maximizes the state's resources so that we are marketing to more than one company per mission, thus saving costly airfare expenses. | \$275,000 | \$275,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funding provided to New Orleans Cold Storage (NOCS) for transportation costs due to closure of the Mississippi River Gulf Outlet (MRGO). This item funds NOCS's increase in transportation costs associated with remaining at the MRGO site until they relocate to their new site due to the closure of MRGO. According to the Department of Economic Development, NOCS's move will preserve up to 300 local jobs. | \$1,000,000 | \$1,000,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funding provided for 3 Business Development Officer positions in the Business Incentives Program and the information technology related costs associated with these positions. The positions will efficiently accommodate the workload attributed to the incentive programs offered by the state. | \$174,395 | \$174,395 | 3 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the St. Bernard Economic Development Foundation for the St. Bernard Economic Development Commission. | \$140,000 | \$140,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the Wood Products Development Foundation, Inc. to develop a strategic plan for economic ventures utilizing wood and wood byproducts. | \$125,000 | \$125,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the River Parishes Community Development Corporation. | \$350,000 | \$350,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the City of New Orleans, Downtown Development District. | \$35,000 | \$35,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the City of Zachary for an economic development master plan. | \$75,000 | \$75,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the Baton Rouge Black Chamber of Commerce for marketing and business development. | \$25,000 | \$25,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the Mid-City Redevelopment Alliance, Inc. in Baton Rouge. | \$60,000 | \$60,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds 5 positions for the Business Recovery Program to oversee business recovery services funded with Community Development Block Grant funding. | \$0 | \$0 | 5 |
| 05 - 252 | Economic Development | Office of Business Development | Increase in IAT funds from a federal grant for technical assistance services to small and minority-owned businesses. The original source of these funds is Federal funds awarded to Southern University from the Department of Housing and Urban Development. | \$0 | \$15,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|----------------------|--------------------------------|---|--------------------|--------------------|--------------|
| 05 - 252 | Economic Development | Office of Business Development | Provides funding for the purposes of the Louisiana Partnership for Technology Transfer. | \$500,000 | \$500,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Provides funding for the Town of Stonewall for economic development. | \$75,000 | \$75,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Provides funding to the LSU-S Foundation for the Animation Program at LSU-S. | \$300,000 | \$300,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funding for the Louisiana Minority Business Council. | \$150,000 | \$150,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Caddo Parish Commission for the American Humanics Center for Non-Profit Management at LSU-S. | \$10,000 | \$10,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Ascension Parish Economic Development Corporation. | \$75,000 | \$75,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Algiers Development District. | \$100,000 | \$100,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Greater New Orleans Rehabilitation Corporation. | \$50,000 | \$50,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Life Economic Development Corporation. | \$50,000 | \$50,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Allen Parish Business and Industrial Park. | \$100,000 | \$100,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the City of Gretna for economic development. | \$50,000 | \$50,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Community Capacity Project-LANO North. | \$100,000 | \$100,000 | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Adds funds for the Lafayette Economic Development Authority for MEIMAR for catastrophic event modeling and impact assessment in the south Louisiana area. This brings the total funding for this project to \$397,500 from SGF. | \$147,500 | \$147,500 | 0 |
| Major Enhancements for Economic Development | | | | \$4,941,895 | \$4,956,895 | 8 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|-------------------------------|-----------------------------|--|-------------|--------------|--------------|
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Funding provided for a Director of Research and Accountability position, Fiscal Planner position, and Accounts Receivable position. These positions provide necessary support for the department's Transformation Plan and the additional workload due to recent acquisitions of Hodges Gardens, Black Bear, New Orleans City Park and CODOFIL. | \$215,037 | \$215,037 | 3 |
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Funding provided for the Aububon Golf Trail. These funds provide additional marketing and promotion of the golf courses. | \$232,277 | \$232,277 | 0 |
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Funding in the amount of \$2.275 million is provided for New Orleans Clty Park in FY08. This funding will cover the continuation of basic operations of the park complex, hiring an additional 30 employees, unemployment insurance, increased costs of utilities, and recovery and rebuilding activities. Funding in FY 07 was \$1.2, therefore making this a \$1.075 enhancement of funding for Clty Park in FY 08. | \$1,075,000 | \$1,075,000 | 0 |
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Funding provided for the African American Heritage Trail to identify, preserve, and highlight a section of Louisiana's cultural history. The development of the trail will enhance tourism assets by providing a series of attractions based upon a theme that attracts those interested in authentic culture. Funds included in this request will allow for the department to hire a project director and to engage in consultants to research and organize the development of the trail. Expenditures will be personal services (\$60,991) and other charges - professional services (\$100,000). | \$160,991 | \$160,991 | 1 |
| 06 - 262 | Culture, Recreation & Tourism | Office of the State Library | Funding for renovations to the State Library building for a coffee shop. Funding is needed for major repairs to install plumbing and kitchen facilities to the Library. The space will then be leased to a private enterprise. | \$150,000 | \$150,000 | 0 |
| 06 - 262 | Culture, Recreation & Tourism | Office of the State Library | Funding provided for the Louisiana Book Festival. The festival promotes tourism and literacy by presenting programs featuring living authors, demonstrating book related program models for literary event planners, and creating opportunities for writers and publishers to interact and network with the public. The Book Festival was first held in 2003 and the last one was in 2004, which brought in 12,000 participants from across the state, both children and adults. Due to hurricanes, the Book Festival was not held in 2005 and the 2006 festival was reduced in scope. Funding will include the following expenditures: rental fees for tents, etc. (\$91,000), supplies and equipment (\$86,000), reinstatement of office manager position lost in FY 05 (\$32,000) and miscellaneous expenses (\$76,000). | \$285,000 | \$285,000 | 0 |
| 06 - 262 | Culture, Recreation & Tourism | Office of the State Library | Provides additional funds for state aid to public libraries. State aid is used to strengthen public libraries in areas of technology and collections. This funding will bring total funding for this purpose to \$3 million. | \$1,500,000 | \$1,500,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provide funding for 2 cashier positions at the Capitol Park Branch of the Louisiana State Museum. This branch was opened in February 2006. These positions were not funded in FY 07 and are needed to properly staff the museum. | \$49,504 | \$49,504 | 2 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides for a staff person at the Louisiana State Museum in Patterson. In October of 2005, the museum opened a new 22,000 square foot facility, doubling the previous exhibition size. Also, LSM retains control of the former site for use as collections and equipment storage. This staff person will assist in upkeep and maintenance duties for the 2 Patterson properties. | \$28,918 | \$28,918 | 1 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for temporary registorial curators (4 job appointments). This will address a concern raised by the Legislative Auditor and will assist with the return of museum artifacts to New Orleans after their removal from hurricane damaged facilities. These positions will facilitate the museum's capacity to bring older collection loans into compliance with Museum Industry Best Practices and Standards in a short period of time. | \$150,000 | \$150,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Funding provides for staff and resources to replace exhibitions that are aging or that were damaged or destroyed in the hurricanes of 2005. | \$680,993 | \$680,993 | 2 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding to the George and Leah McKenna Museum of African American Art. | \$50,000 | \$50,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for the Patterson Cypress Sawmill Museum, Inc. for the acquisition of exhibits. | \$50,000 | \$50,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for 3 positions to enhance the museum's visitor services, information, and public outreach programs. One position is for the Office of State Museum Visitor Services/Information Program and 2 positions are for the Museum Public Outreach Program. Besides salaries and related benefits for the 3 positions, funding includes operating expenses and professional services. These additional positions would enhance the outreach efforts of the Office of State Museum in order to more fully inform the public of museum offerings. | \$341,614 | \$341,614 | 3 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for the Jean Lafitte Marine Fisheries Museum. | \$50,000 | \$50,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|-------------------------------|--------------------------------|---|------------|--------------|--------------|
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for the Lake Pontchartrain Maritime Museum. | \$50,000 | \$50,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding for the Northeast Louisiana Children's Museum. | \$100,000 | \$100,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding to the Civil Rights Museum for operating expenses, including the advisory board and foundation (\$25,000). | \$325,000 | \$325,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding to the Louisiana Arts and Science Museum in Baton Rouge. | \$100,000 | \$100,000 | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Provides funding to the National World War II Museum for the Stephen E. Ambrose Memorial Plaza. | \$75,000 | \$75,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provide funding to stabilize the Percent for Art Program through a more dependable means of finance as recommended in a recent performance report from the Legislative Auditor. These funds will provide for a fully functioning and effective activity that directly impacts artistic and tourism economic opportunities. The funds will accomplish three specific things: provide for operating expenses, hire consultants for artistic training in order to develop Louisiana artists with skills, both creative and technical, that will enable them to participate to the fullest extent of cultural enterprises, and to provide reimbursement of creative associated costs through stipends and artists fees for competing artists. | \$250,972 | \$250,972 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provide funds to expand the Arts Division Grant Program in order to gain greater outreach and success in this activity. The expanded service is expected to incubate arts businesses and support arts service organizations, provide direct support for entrepreneurial artists, and development assessment and planning services for nonprofit arts organizations. This in turn will stimulate the purchasing of Louisiana cultural goods and services by visitors, residents, and businesses and will expand markets of cultural goods outside Louisiana. | \$424,311 | \$424,311 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provide funds to expand the existing Louisiana Decentralized Arts Funding Program by increasing the amount for statewide grants. This program is designed to provide a system that gives each parish the opportunity to determine its own cultural program in response to local needs. Existing operating budget for this program is approximately \$2.4 million. | \$150,000 | \$150,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provide additional funding to support the increased OCD administrative services necessitated by expanding agency efforts. Specific needs are an additional employee to focus on administrative efforts of the assistant secretary and ensuring that administrative oversight efforts are fully assisting and supporting the programmatic activities of the other divisions. | \$59,302 | \$59,302 | 1 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Non-recurring apportionment of Hurricane Disaster Relief Grants under P.L. 109-234. \$12.5 million was awarded to the State of Louisiana's Historic Preservation Office for a four year program to provide expedited archaeological site reviews and to provide individual grants to owners of historic properties damaged in hurricanes Katrina and Rita. \$561,376 was awarded in FY 08. | \$0 | \$561,376 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provide additional funding and 2 personnel for the Main Street Downtown Revitalization Program and the Urban Main Street Program. The funds will strengthen the impact of the initiatives that provide comprehensive economic revitalization efforts aimed at small historic downtowns and neighborhood commercial districts. Funding will be expended in the following ways: personal services (\$176,397), operating expenses (\$97,316), professional services (\$150,000), and other charges (\$66,044). | \$489,757 | \$489,757 | 2 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Cultural Development Program for the FORE! Kids Foundation, Inc. | \$201,025 | \$201,025 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Cultural Development Program to provide \$10,000 to the town of Oak Grove and \$5,000 each to the towns of Kilbourne, Pioneer, Epps, and Forest for downtown development and festival promotions. | \$30,000 | \$30,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Cultural Development Program for the NEED Foundation for promotion of the Bluegrass Festival. | \$10,000 | \$10,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Cultural Development Program for the Cane River National Heritage Area in Natchitoches. | \$110,000 | \$110,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Tipitina's Foundation, Inc. Total funding in FY 07 was \$150,000. A House Committee amendment added \$300,000 and a Senate Committee amendment added \$50,000 for a net increase of \$200,000 over the current year. | \$200,000 | \$200,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the Princess Theater in Franklin Parish. | \$30,000 | \$30,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|-------------------------------|--------------------------------|--|---------------------|---------------------|--------------|
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for village of Grand Cane for downtown and park development. | \$25,000 | \$25,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for Friends of the E.D. White Historic Site in Lafourche Parish. | \$30,000 | \$30,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the La Petite Theatre in New Orleans for operations. | \$50,000 | \$50,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the Gretna Heritage Festival. | \$100,000 | \$100,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the Old Algiers Mainstreet Program. | \$100,000 | \$100,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for Pandemonia Foundation for preservation of Louisiana cultural heritage. | \$25,000 | \$25,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding to the Youth in Action for Second and Dryades Mardi Gras Indian Federation. | \$25,000 | \$25,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the Louisiana Sports Hall of Fame. | \$250,000 | \$250,000 | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Provides funding for the Winnsboro Museum. | \$25,000 | \$25,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding for a cooperative endeavor agreement with Essence Communications/Time Warner for the Essence Music Festival. | \$1,232,750 | \$1,232,750 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Greater New Orleans Sports Foundation to be used for the 2008 NBA All Star Game (2004 Overcollections Fund). | \$0 | \$2,500,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Greater New Orleans Sports Foundation to be used for the 2008 NCAA Women's Basketball Regional Final (2004 Overcollections Fund). | \$0 | \$25,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Marketing Program for the city of Natchitoches for recreational purposes. Total funding in FY 07 was \$150,000. A House Committee amendment added \$250,000 for a net increase of \$100,000 over the current year. | \$100,000 | \$100,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding from the 2004 Overcollections Fund to the Marketing Program for the Sugar Bowl for the 2008 Bowl Championship Series National Championship Game. | \$0 | \$1,946,461 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Marketing Program for the city of New Orleans for the Essence Music Festival. | \$100,000 | \$100,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Marketing Program for the Greater New Orleans Sports Foundation, Inc. for community relations. | \$35,000 | \$35,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Marketing Program for the International Trade Development Group for costs associated with hosting the Congres Mondial Acadien conference. | \$30,000 | \$30,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding to the Welcome Centers Program for the St. Helena Parish Tourist Commission. | \$90,000 | \$90,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding for the Greater New Orleans Sports Foundation to be used for the Bayou Classic. | \$200,000 | \$200,000 | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Provides funding for the Strand Theatre (FY 07 funding was \$75,000 and funding for FY 08 is \$200,000). | \$125,000 | \$125,000 | 0 |
| Major Enhancements for Culture, Recreation & Tourism | | | | \$10,167,451 | \$15,200,288 | 15 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|------------------------------|---|--|-------------|--------------|--------------|
| 07 - 275 | Transportation & Development | Office of Public Works/Interm. Transportation | Funding for the state contribution to the Southern Rapid Rail Transit Commission (SRRTC) for operating expenses in FY 08. These funds are typically matched by equal shares from Mississippi and Alabama but these states, along with Louisiana, were not required to provide this contribution due to damages caused by hurricanes Katrina and Rita in those states. Louisiana has contributed to the SRRTC since FY 01 as part of the 3 states for studies to improve passenger service on the Gulf Coast High Speed Rail Corridor. For every \$3 the federal government provides for studies, each state contributes \$1. Louisiana has contributed a total of \$906,666 since FY 01. These funds also provide match for infrastructure improvements for the high speed rail corridor which is currently in the study phase. Source of funds is TTF-Regular. | \$0 | \$308,333 | 0 |
| 07 - 275 | Transportation & Development | Office of Public Works/Interm. Transportation | Funding for the operating expenses of the Louisiana Airport Authority. The operating budget for FY 07 for the Louisiana Airport Authority was \$325,000. This additional appropriation of SGF will bring the FY 08 budget to a total of \$400,000. The additional funds are necessary to cover increases in operating expenses including insurance, rent, utilities, etc. | \$75,000 | \$75,000 | 0 |
| 07 - 275 | Transportation & Development | Office of Public Works/Interm. Transportation | Funding for the LA Swift Bus Services (\$7.3 million) which provides bus transportation between Baton Rouge and New Orleans. This service was provided and financed entirely by FEMA with federal funds through November 30, 2006 but was discontinued due to FEMA's contention that the emergency period following Katrina was over. Funding from December 1, 2006 through June 30, 2007 was funded at a cost of \$3,220,000 which included \$1.2 million in State Emergency Response Funds (SERF) and \$2,020,000 in Federal Rural Transportation Funds (FTA). New Orleans Regional Transit Authority (NORTA) was provided a waiver through the end of FY 07 to provide this service without going through an RFP process. DOTD will bid this project for FY 08. <u>The anticipated increase in costs for this program for FY 08 over what was appropriated for FY 07 is \$4,080,000.</u> | \$5,300,000 | \$4,080,000 | 0 |
| 07 - 275 | Transportation & Development | Office of Public Works/Interm. Transportation | Funding to the Water Resources and Intermodal Program for operating expenses of Grand Bayou Reservoir District. | \$150,000 | \$150,000 | 0 |
| 07 - 275 | Transportation & Development | Office of Public Works/Interm. Transportation | Funding to the Water Resources and Intermodal Program for the Sabine River Authority. | \$100,000 | \$100,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding for special entrance rates for various positions within the District Operation Program including mobile equipment operators, mechanics, electrician specialists, and district sign specialists. This additional funding will attempt to address high turnover rates and to compete for skilled laborers in the post-Katrina environment. Source of funding is TTF-Regular. | \$0 | \$500,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Additional funding for the <u>Intelligent Transit System</u> (ITS). Funding is provided on a 80-20 split with TTF-Federal providing 80% and TTF-Regular providing the remaining 20%. Funding provided in FY 07 was \$2,125,000 which was used primarily for the Motorist Assistance Patrol Program (MAP). ITS functions include purchasing spare parts for maintaining ITS equipment (CCTV cameras, vehicle detectors, dynamic messaging signs, etc.); contracting for the MAP program, for providing Traffic Management Center operations staffing, and for developing and implementing a statewide traffic management system. The <u>Advanced Traffic Management System</u> (ATMS) is designed to more effectively operate traffic and improve safety on the state's transportation system and includes various types of field devices and traffic control equipment deployed at the roadside that is controlled and managed out of a central location called a <u>Traffic Management Center</u> (TMC). The TMC houses the necessary computer and networking equipment, operations software, and technical staff required for satisfactory traffic operations. As part of DOTD's statewide ITS plan, regional TMCs will be developed in the urban areas of B.R., N.O., Shreveport, and Lafayette. DOTD district-operated TMCs will be developed in Lake Charles, Monroe, Alexandria, and Houma. A statewide TMC will be developed at the DOTD HQ in B.R. Currently, the statewide, B.R. and Shreveport regional TMCs are built. DOTD is planning on beginning construction on the N.O. regional TMC in the fall of 2007 with the Lafayette Regional TMC to follow shortly. These TMCs will require the staffing of technically oriented personnel capable of operating a fully-functioning ATMS. Currently, DOTD does not have sufficient staff. | \$0 | \$7,498,500 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding for the increased costs associated with contract maintenance. DOTD had a total of \$22,298,277 budgeted for statewide contract maintenance in FY 07. This additional TTF-R funding will increase statewide contract maintenance to \$30,651,357. These costs include mowing and litter removal, city mowing agreements, city signal agreements, rest area security, rest area maintenance and operations, guardrail repairs and maintenance, etc. The agreements with local government to provide these services have been in place for some time and as costs have risen sharply following the hurricanes of 2005, these contracts will be renewed at a higher rate. Also, \$1 million in additional funding is included specifically for removal of illegal signs as part of the Highway Beautification Act of 1965, and \$1 million for unforeseen expenditures. | \$0 | \$8,353,080 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|------------------------------|-----------------------|---|--------------------|---------------------|--------------|
| 07 - 276 | Transportation & Development | Office of Engineering | Additional funding provided for increased costs related to contract maintenance, landscaping and right way maintenance for the Crescent City Connection Division. Included in this cost is \$99,281 for maintenance of landscaping and right-of-way as labor costs have increased as has the area of responsibility. Also, according to the Crescent City Connection Division of DOTD, \$500,000 is for maintenance of the Violation Processing Center in conjunction with its new Integrated Electronic Toll Collection System. The Violation Processing Center includes the customer service center and facilitates processing and payment of violations. | \$0 | \$599,281 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding to the Aviation Program for the Madison Parish Police Jury for T-hangars at the Tallulah-Vicksburg Regional Airport. | \$50,000 | \$50,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding to the District Operations Program for turning lanes at US 84 and LA 75 in the city of Mansfield. | \$150,000 | \$150,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding to the District Operations Program for a highway traffic survey of US Highway 171 in Leesville. | \$100,000 | \$100,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding for continuous operation of the Algiers/Canal Street ferry between the hours of 6 a.m. and midnight, 7 days a week. | \$400,000 | \$400,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding to the District Operations Program for cleaning Bayou Portage in Pointe Coupee Parish. | \$50,000 | \$50,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding to the District Operations Program for maintenance of roads in Pointe Coupee Parish. | \$140,000 | \$140,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding for a Plaquemines Parish drainage study. | \$100,000 | \$100,000 | 0 |
| 07 - 276 | Transportation & Development | Office of Engineering | Funding from TTF-Regular for operating expenses. | \$0 | \$15,704,065 | 0 |
| Major Enhancements for Transportation & Development | | | | \$6,615,000 | \$38,358,259 | 0 |
| 08A - | Corrections | | Rehabilitation Program - Funding provided for a fast track training course that condenses a traditional 12 to 24 months curriculum down to 8 to 12 weeks. This program will prepare inmates for employment in the field of carpentry or welding to fill 5,000 to 7,000 available jobs. Each carpentry class will consist of 12 offenders; it is estimated that each program will have an average of 24 participants for 5 months (2 - ten week programs with 12 slots per program). Each welding class will consist of 15 offenders; it is estimated that each program will have an average of 30 participants for 5 months (2 - ten week programs with 12 slots per program). C. Paul Phelps Correctional Center - \$73,450 (carpentry) B.B. "Sixty" Rayburn Correctional Center - \$196,565 (welding) Avoyelles Correctional Center - \$73,450 Dixon Correctional Center - \$ 196,565 J. Levy Dabadie Correctional Center - \$73,450 David Wade Correctional Center - \$196,565 | \$810,045 | \$810,045 | 0 |
| 08A - | Corrections | | Health Services Program - Funding provided for Substance Abuse Treatment to the regular inmate population that does not qualify to participate in the Intensive Motivational Program of Alternative Correctional Treatment (IMPACT). The funds will provide at least one service provider per correctional center and one counselor will provide services for every 300 inmates. Funding will provide for professional services (substance abuse treatment providers). C. Paul Phelps Correctional Center - \$95,000 LA. Correctional Institute for Women - \$145,000 B.B. "Sixty" Rayburn Correctional Center - \$145,000 Louisiana State Penitentiary - \$615,000 Avoyelles Correctional Center - \$190,000 Dixon Correctional Center - \$ 190,000 J. Levy Dabadie Correctional Center - \$45,000 Elayn Hunt Correctional Center - \$285,000 David Wade Correctional Center - \$290,000 (\$145,000 for Wade, \$95,000 for Forcht-Wade, and \$50,000 for Steve Hoyle) | \$2,000,000 | \$2,000,000 | 0 |
| 08A - | Corrections | | Additional funding for a \$4,500 pay increase for Correctional Officers and Probation and Parole Officers within the Department of Public Safety and Corrections, Corrections Services. This is in addition to the \$1,500 pay increase for state employees, which brings the total employee pay increase for these employees to \$6,000. | \$27,996,594 | \$28,436,137 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|-------------------------------------|---|---------------------|---------------------|--------------|
| 08A - | Corrections | | Additional funding for the \$2,375 education pay increase for certificated personnel and \$750 for non-certificated support personnel. | \$85,829 | \$85,829 | 0 |
| 08A - 400 | Corrections | Administration | Funding for cooperative endeavor between U.S. Humane Society and LSU School of Veterinary Medicine for animal protection in southern Louisiana. Payable out of Self-Generated Revenues (SGR) to the Office of Management and Finance for a permanent animal shelter at Dixon Correctional Institute. Funding will provide for the construction and equipping of a facility to provide a permanent shelter facility. | \$0 | \$600,000 | 0 |
| 08A - 400 | Corrections | Administration | Funding and 3 positions for an internal audit section, as recommended by the legislative auditor. The funding provided for 5 positions, but only 3 positions are needed due to 2 vacant positions from an expired federal grant. The new internal audit section is needed to address a recurring legislative auditor finding for the department not having an internal audit section. | \$393,236 | \$393,236 | 3 |
| 08A - 400 | Corrections | Administration | Funding provided for a janitorial/custodial pilot vocational education program at 5 prisons (Winn Correctional Center, C. Paul Phelps Correctional Center, Dixon Correctional Institute, Allen Correctional Center, and Avoyelles Correctional Center) within the Department of Corrections. | \$500,000 | \$500,000 | 0 |
| 08A - 412 | Corrections | J. Levy Dabadie Correctional Center | Funding provided to J. Levy Dabadie Correctional Center to expand the facility by an additional 80 inmates. These inmates will provide labor services to England Air Park in Pineville. The adjustment will be used to purchase supplies, acquisitions, and operating and professional services. \$68,810 - Administrative Program \$1,056,556 and 20 positions - Incarceration Program \$76,819 and 1 position - Health Services Program | \$1,013,113 | \$1,202,185 | 21 |
| 08A - 413 | Corrections | Elayn Hunt Correctional Center | Increases funding and positions to support the operation of the new Skilled Nursing Facility, which will house 273 chronically and terminally ill inmates that are not able to be housed with the general inmate population. The facility will open in November 2007. There was a delay in construction and only 7 months of funding is needed; therefore, \$1,021,691 was reduced in a House Appropriation Committee amendment. Administrative - \$605,779 and 5 positions Incarceration - \$3,962,978 and 147 positions Rehabilitation - \$29,518 and 1 position Health Services - \$4,192,246 and 104 positions Diagnostic - \$51,545 and 2 positions | \$8,842,066 | \$8,842,066 | 259 |
| 08A - 415 | Corrections | Adult Probation & Parole | Field Services - Provides officers for Sexual and Violent Offender caseloads, which will more closely align Probation and Parole Officers with the Southern Average caseload. According to the 2006 Southern Legislative Conference (SLC) Adult Correctional Systems report, Louisiana's probation and parole officers have an average caseload of 132, while the SLC average is 96. | \$3,899,827 | \$3,899,827 | 60 |
| 08A - 415 | Corrections | Adult Probation & Parole | Field Services - Funding for 115 replacement vehicles for Probation and Parole Officers. The current vehicles are over 6 years old and have over 100,000 miles each and many are not operable. The average purchase price of the vehicles, such as Ford Crown Victoria, Dodge Charger, and Dodge Ram, are approximately \$20,922 each. The new replacement vehicles are needed for probation and parole officers to perform their job duties. The source of revenue is from probation and parole supervision fees from prior years. | \$0 | \$2,406,000 | 0 |
| Major Enhancements for Corrections | | | | \$45,540,710 | \$49,175,325 | 343 |
| 08B - 418 | Public Safety | Office of Management & Finance | Funding from the State Emergency Response Fund (SERF) associated with the local government implementation of the State Uniform Building Code. In FY 07, \$6.8 million from the U.S. Department of Housing and Urban Development (HUD) and \$8 million from the State Emergency Response Fund (SERF) has been appropriated to the Office of Management and Finance via BA-7 for local government code enforcement. In addition, in March 2007 \$14 million in Hazard Mitigation Program funding has been approved by FEMA to be administered by the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) for local government code enforcement. These funds will be added via BA-7 in FY 08. As it stands now, the total amount of funding made/to-be-made available to local governments for implementation of the uniform building code is \$37 million. | \$0 | \$3,500,000 | 0 |
| 08B - 419 | Public Safety | Office of State Police | This enhancement is for a pay raise of \$1,500 per year for 1,079 State Troopers. This pay raise is in addition to the \$1,500 state employee pay raise. There are 22 State Troopers within the Donald J. Thibodaux Training Academy and those pay raise amounts are presented within budget unit 21-790 and funded with SGF. | \$2,074,662 | \$2,074,662 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|------------------------|---|-------------|--------------|--------------|
| 08B - 419 | Public Safety | Office of State Police | This enhancement is for a pay raise of \$1,500 per year for 136 DPS Commissioned Officers. This pay raise is in addition to the \$1,500 state employee pay raise. Therefore DPS Commissioned Officers stand to receive a total pay increase of \$3,000 per year per Officer in FY 08. There are 5 DPS Commissioned Officers within the Donald J. Thibodaux Training Academy and those pay raise amounts are presented in 21-790 and funded with SGR. | \$248,574 | \$248,574 | 0 |
| 08B - 419 | Public Safety | Office of State Police | Funding for expenditures associated with having a 50-member cadet class in FY 08. Expenditures include the following: personal services, replacement vehicles, uniforms, guns/vests, firearms, officer survival training, defensive driving, duty officers, academy staff overtime, first aid supplies and expenditures associated with the State Police Training Academy (dorm fees, tuition and meals). The \$6 million and 50 positions is in addition to the \$2.6 million already in the Existing Operating Budget to fund cadet class of approximately 50 Troopers to fill current and anticipated Trooper vacant positions. Other means financing impacted: Riverboat Gaming Enforcement Fund \$677,835. | \$5,322,488 | \$6,000,323 | 50 |
| 08B - 419 | Public Safety | Office of State Police | Funding is associated with the replacement of 482 vehicles within State Police's fleet. Due to previous fiscal years of replacing minimal vehicles, this adjustment will allow the agency to be on a regular replacement schedule beginning in FY 09 by replacing a third of the fleet each fiscal year. The current total of assigned units (Trooper/DPS Commissioned Officer Vehicles) is 1,142 and replacing 482 represents 42% of total assigned unit fleet. The 482 vehicles will replace high-mileage vehicles within the 1,142 fleet, however, due to the increase in the number of State Troopers, an additional 50 more units will be included, which equates to 1,192 assigned units in FY 08. Upon the replacement of the 482 vehicles in FY 08, the agency projects the need to replace approximately one-third of the fleet each fiscal year, 398 assigned units. The \$4.6 million represents year one of a three year financing payment as the agency will LEAF these vehicles. To purchase the 482 vehicles outright in FY 08 will cost approximately \$13.7 million. Assigned units are associated with State Troopers and DPS Commissioned Officers. Other means financing impacted: Riverboat Gaming Enforcement Fund \$2,426,210, Video Draw Poker Device Fund \$500,000. | \$1,656,330 | \$4,582,540 | 0 |
| 08B - 419 | Public Safety | Office of State Police | In previous fiscal years, the Department of Transportation and Development (DOTD) has had a contract in place for building security with the Baton Rouge City Police Department. However, that particular contract has since been terminated and now DOTD is requesting the services of a DPS Commissioned Officer through Capitol Park Security. The Interagency Transfer (IAT) funding represents expenditures needed for the 2 additional DPS Commissioned Officers. DOTD will not increase its budget authority for the corresponding amount because the agency currently has the necessary budget authority to send to Public Safety for these services, however State Police needs an increase in IAT in order to receive and expend the funds associated with the additional positions. | \$0 | \$75,384 | 2 |
| 08B - 419 | Public Safety | Office of State Police | Funding associated with operating and personal services of 8 additional Crime Lab Analysts. According to State Police, the Crime Lab has not had an increase since FY 02, while the workload has increased by approximately 40%. In FY 01, the lab received 13,000 requests and in FY 06, the number of requests has increased to 18,113. | \$635,909 | \$635,909 | 8 |
| 08B - 419 | Public Safety | Office of State Police | Replacement software for the Mobile Data System (MDTs) which is currently used by State Troopers to run drivers license, vehicle license and other National Crime Information Center (NCIC) information from their vehicles. The software is also used to write accident, incident and other reports. According to State Police, the current software applications the agency is using are having and displaying system errors. Of the \$2.3 million budgeted, \$337,625 is recurring expenditures therefore \$2,049,804 should be non-recurred for the FY 09 Executive Budget development. | \$0 | \$2,386,708 | 0 |
| 08B - 419 | Public Safety | Office of State Police | This amount, an increase in IAT budget authority, will be received from the Statewide Interoperable Communication System Executive Committee (SIEC) via the Louisiana Interoperability Communications Fund. The \$4.9 million will be for 7 positions, maintenance of the existing 700 and 800 MHz communication systems and fee relief for local and state entities from paying monthly communication fees. The 7 positions are radio technician positions, 4 being temporary positions that will be moved to regular positions and 3 new radio technician positions. In FY 07, an in-house BA-7 was approved by the Division of Administration (DOA) transferring \$244,194 IAT budget authority from State Police's Traffic Program to State Police's Auxiliary Program in order for the agency to receive the funding from the SIEC. The \$244,194 is a small amount associated with \$9,804,444 budgeted in FY 07 through BA-7 within the Executive Office for interoperability. The \$244,194 is currently budgeted within the Auxiliary Program for salaries, related benefits and other charges. Because the salaries and related benefits were only for half of FY 07, these particular amounts are annualized in FY 08. The total amount needed for FY 08 for interoperability is \$11,468,930, however, that amount may need to be increased by \$308,388 due to the annualization of the salaries and related benefits of the 4 temporary employees becoming regular positions within State Police. | \$0 | \$4,894,318 | 7 |
| 08B - 419 | Public Safety | Office of State Police | The funding represents the amount needed for the completion of the new Video Draw Poker Central System, which was budgeted \$2.5 million in FY 07. The total cost of the new system is now \$3,093,314 due to 2 contract addendums. The \$575,119 is the amount needed to finish the system. The contractor working with the Department of Public Safety is GTECH. The means of financing impacted is the Video Draw Poker Device Fund. | \$0 | \$575,119 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | |
|-------------------------|---------------------|------------------------|--|-------------------|---------------------|-----------------------|------------------|-------------------|-------------------------|----------|----------|----------|----------|--|--|--|
| 08B - 419 | Public Safety | Office of State Police | Funding adjustment represents an increase in gasoline costs for FY 08. Based upon current prices and current FY 07 expenditure trends, the agency is expected to spend \$5.4 million on gasoline in FY 08. This amount represents the increase amount needed in order for the agency to budget \$5.4 million for FY 08 for gasoline expenses. The means of financing impacted is statutory dedication-Riverboat Gaming Enforcement Fund. | \$0 | \$878,692 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Replacement of 40 intoxilyzers. Per unit costs is \$5,420 and the intoxilyzers being replaced were originally purchased in 1987. The Statutory Dedication impacted is the DWI Testing and Maintenance Fund. | \$0 | \$216,800 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Replacement of 1,000 expired ballistic vests. According to the Department, the ballistic vests last 6 years. The last ballistic vests the agency purchased was during FY 05. This adjustment will allow the agency to get caught up on the replacement schedule. The means of financing impacted is SGR. | \$0 | \$591,000 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | This increase in SGR is for the Office of Information Technology Project (OIT) MAPPER conversion. Currently, the Department of Public Safety (DPS) has various software systems running on the outdated UNISYS hardware. MAPPER is the programming language specific to UNISYS. Currently, the technical support for MAPPER and UNISYS is difficult to get and expensive. This funding will allow DPS to migrate application systems written in MAPPER on the UNISYS mainframe to a server. Of the \$407,650, \$26,223 will be recurring expenditures in FY 09, therefore \$381,427 can be non-recurred during FY 09 Executive Budget development. | \$0 | \$407,650 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Provides for an increase of the Civil Service Special Entrance Rate (SER) for State Police Communication Specialist within the Traffic Enforcement Program and the Operational Support Program due to the high turnover rate of such positions. There is currently a 20% SER above Civil Service pay scale minimum and this increase in funding will increase the entrance pay rates of such positions by 42% above the Civil Service WS series pay scale minimum. The turnover rates for the previous 2 fiscal years and year-to-date are as follows: FY 05 15.49%, FY 06 23.19%, FY 07 23.0%. Also included within this amount is a 5% pay increase to all Communication Supervisors and a 7% increase to all Communication Specialists. There are currently 59 specialists within the Traffic Enforcement Program and 9 specialists within the Operational Support Program. This funding is not an increase to the bottom-line budget of State Police due to the Division of Administration (DOA) charging State Police additional attrition in the amount of \$163,355. Additional attrition has been charged as follows: Traffic Enforcement \$142,118, Operational Support \$21,237. | \$163,355 | \$163,355 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | This enhancement is for a pay raise of \$1,300 per year for 1,079 State Troopers within State Police. This pay raise is in addition to the \$1,500 state employee pay raise and the \$1,500 job study increase. Therefore State Troopers will receive a total pay increase of \$4,300 per year per Trooper in FY 08. This increase ensures that State Troopers are the highest paid law enforcement officers in Louisiana (entry level cadet positions). Below is a comparison of pay amounts of the current top three entities to State Troopers (the salary numbers below include the \$4,300 pay raise amounts included in the Engrossed version of HB 1 for State Troopers and the proposed increase for Supplemental Pay of \$1,500 per year): | \$1,790,547 | \$1,790,547 | 0 | | | | | | | | | | |
| | | | <table border="1"> <thead> <tr> <th></th> <th><u>State Police</u></th> <th><u>New Orleans PD</u></th> <th><u>Kenner PD</u></th> <th><u>Bossier PD</u></th> </tr> </thead> <tbody> <tr> <td>Current salary @ year 1</td> <td>\$40,906</td> <td>\$40,108</td> <td>\$40,100</td> <td>\$40,896</td> </tr> </tbody> </table> | | <u>State Police</u> | <u>New Orleans PD</u> | <u>Kenner PD</u> | <u>Bossier PD</u> | Current salary @ year 1 | \$40,906 | \$40,108 | \$40,100 | \$40,896 | | | |
| | <u>State Police</u> | <u>New Orleans PD</u> | <u>Kenner PD</u> | <u>Bossier PD</u> | | | | | | | | | | | | |
| Current salary @ year 1 | \$40,906 | \$40,108 | \$40,100 | \$40,896 | | | | | | | | | | | | |
| | | | *State Troopers will be the highest paid law enforcement officers in the state (entry level positions). *There are 22 State Troopers employed by the State Police Training Academy. There additional \$1,300 pay increase, or \$36,508, will be reflective in 21-790 of the ancillary bill, Act 48 of the 2007 Regular Legislative Session. | | | | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Provides an additional \$500,000 each to 4 regional crime labs: New Orleans Crime Lab, Southwest Louisiana Crime Lab, Acadiana Crime Lab and North Louisiana Crime Lab. In FY 05 and in FY 06, these entities have received federal funding from State Police via U.S. Department of Justice grant programs in the total amount of federal funding of \$746,224 in FY 05 and \$514,862 in FY 06 (DNA Backlog Reduction Grant and DNA Capacity Enhancement Grant). These monies will provide for any necessary needs associated with the expenditures of the labs in FY 08. | \$2,000,000 | \$2,000,000 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Funding within the Operational Support Program for the purchase of 760 TASERS (X26 energy devices). These 760 TASERS will be assigned to approximately 600 road patrol troopers and 160 to DPS commissioned officers. According to the agency, TASERS are a safer alternative as opposed to increased lethal force for the trooper and the violator. TASER International produces the X26 and according to the company's website the X26 is equipped with the following features: Uses a replaceable cartridge containing compressed nitrogen to deploy 2 small probes that are attached to the TASER X26 by insulated conductive wires with a maximum length of 35 feet. Transmits electrical pulses along the wires and into the body affecting the sensory and motor functions of the peripheral nervous system. The X26 can penetrate up to 2 cumulative inches of clothing (www.taser.com). According to State Police, the per unit cost is approximately \$988 per TASER. | \$750,500 | \$750,500 | 0 | | | | | | | | | | |
| 08B - 419 | Public Safety | Office of State Police | Provides an additional \$90,000 each to the following entities: St. Tammany Parish Coroner's Forensic Center, the Jefferson Parish Sheriff's Office Crime Lab, the Jefferson Parish Regional DNA Laboratory, the St. Tammany Parish Sheriff's Office Crime Laboratory and the State Police Crime Lab. | \$450,000 | \$450,000 | 0 | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|-------------------------------|---|---------------------|---------------------|--------------|
| 08B - 420 | Public Safety | Office of Motor Vehicles | Office of Information Technology projects funded in FY 08 with the Motor Vehicles Customer Service and Technology Fund are as follows: (1.) \$200,000-Project is a contract to help with the development of NET applications. These applications will support the Next Generation Motor Vehicle Project (NGMV) external interfaces that are not covered under the agency's UNISYS contract scope of work. Examples are the web development for the agency's internet site and application development for Public Tag Agents. This is a one-time expenditure for FY 08. (2.) \$1,065,244-Project is the first year payment of the peripheral devices required for the NGMV. Peripherals include network printers/supplies, handheld barcode scanners, check readers, signature capture/debit/credit pads, electronic cash drawers and flatbed scanners. Of this amount, \$59,754 is one-time and should be non-recurred in FY 09. (3.) \$248,025-Project is a one-time charge for upgrading the yearly payment increase for the bandwidth necessary for field offices to connect with the data processing center and the NGMV system. Of this amount, \$42,375 is one-time and should be nonrecurred in FY 09. (4.) \$133,398-Annual cost increase for upgrading the existing outdated hardware/software for the agency's interactive telephone system. The system routes all calls received from the public to call center personnel. | \$0 | \$1,646,667 | 0 |
| 08B - 420 | Public Safety | Office of Motor Vehicles | Funding for the cooperative endeavor agreement between Office of Motor Vehicle and Legacy Donor Foundation for the Organ Donor Awareness Initiative. | \$100,000 | \$100,000 | 0 |
| 08B - 421 | Public Safety | Office of Legal Affairs | Increase in SGR for Administrative Law Judges. | \$0 | \$526,554 | 0 |
| 08B - 422 | Public Safety | Office of State Fire Marshal | Funding for a Civil Service approved Special Entrance Rate (SER) for Fire Marshal Inspector positions. The approved SER is for 45% above minimum salary within the Protective Services (PS) pay grids. The starting bi-weekly salary for a Deputy State Fire Marshal 1 position will be \$1,172 (\$30,472 per year). The previous pay rate is \$857 bi-weekly, or \$22,282. The agency officially implemented the SER in February 2007 and according to the agency has already been productive. The agency has the funding within its FY 07 budget due to attrition caused by the turnover among its inspector positions. The Statutory Dedications impacted are the Louisiana Fire Marshal Fund, \$390,956, and the Louisiana Life Safety and Property Protection Trust Fund, \$48,671. | \$0 | \$439,627 | 0 |
| 08B - 422 | Public Safety | Office of State Fire Marshal | Act 12 of the 2005 1st Special Legislative Session mandates a statewide uniform building code. The agency is projecting to provide plan review services for 66% of statewide construction projects, which equates to 6,360 additional plans to review. Because of the details associated with the new building code, a plan review that normally took 3 hours to conduct before, will now take 6 hours to complete. The expenditures associated with this adjustment are for the 7 positions (architects). The means of financing impacted is SGR. For FY 08, the Fire Marshal is projecting a 41% increase in Plan Review SGR and a 25% increase in overall SGR. Sources of SGR include: amusement ride inspections, architect and plan review, boiler installations, Fire Marshal report copies, Fire Marshal inspection fees, and Fire Marshal fireworks inspections. | \$0 | \$713,747 | 7 |
| 08B - 422 | Public Safety | Office of State Fire Marshal | Funding for the Caddo Fire District 4 for fire safety equipment. | \$25,000 | \$25,000 | 0 |
| 08B - 422 | Public Safety | Office of State Fire Marshal | Funding for the Caddo Fire District 6 for fire safety equipment. | \$50,000 | \$50,000 | 0 |
| 08B - 425 | Public Safety | LA. Highway Safety Commission | Safe, Accountable, Flexible, Efficient Transportation Equity Act-Legacy for Users (SAFETEA-LU) federal grant program was amended on the federal level (Chapter 4 of Title 23) and provides for increased funding for the priority program areas of highway safety efforts for state and community highway safety grants to address high visibility traffic enforcement programs, child safety and child booster seat incentive grants, alcohol impaired driving countermeasures, motorcycle safety grants, state traffic system improvement grants, safety belt performance grants and occupant protection incentive grants. The means of financing impacted is Federal Funds. | \$0 | \$4,500,000 | 0 |
| Major Enhancements for Public Safety | | | | \$15,267,365 | \$40,223,676 | 74 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-----------------------------|--|-------------|--------------|--------------|
| 08C - 403 | Youth Services | Office of Youth Development | Administrative - Contract funding for the LSU Health Sciences Center to provide additional medical, dental and mental health services for approximately 73 youth at the Acadiana Center for Youth and Bridge City Center for Youth. LSU-HSC provides mental health services to seriously mentally ill children in OYD custody. | \$3,000,000 | \$3,000,000 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Funding will allow the Office of Youth Development to have statewide e-mail. Since electronic messaging is a critical component of communicating, this adjustment can simplify communications for the office and it will also enhance the ability to share information (allow a single electronic messaging system). The funding provides for the agency to join statewide e-mail (one-time installation charges and monthly service charges). | \$125,352 | \$125,352 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Administrative - Funding for a Complete Data Center to ensure data integrity, facilitate information sharing capabilities, enhance data collection and support analysis of uniform outcome measures. This will allow the Office of Youth Development to have their own servers and to use data to determine, anticipate, and respond to the needs of youth, staff, stake holders, and community partners. Funding will provide for salaries and related benefits of 2 IT Support Tech positions, operating services, and acquisitions. | \$515,296 | \$515,296 | 2 |
| 08C - 403 | Youth Services | Office of Youth Development | BCCY - The secure system is making a transition to the Louisiana Model (LAMOD), which is modeled after Missouri secure care facilities. This model calls for reduced numbers of youth per dormitory and enhanced interior "homelike" environment to foster a sense of community. Additionally, the strategic plan and reform process calls for the regionalization of services. The increasing number of youth committed to custody and recommended for secure care from Region 1 (New Orleans, Plaquemines, Jefferson, and St. Bernard) resulted in the need for additional bed capacity at BCCY. This funding will provide for 5 dormitories with 12 youth in each. | \$4,657,644 | \$4,657,644 | 72 |
| 08C - 403 | Youth Services | Office of Youth Development | House Appropriations Committee amendment deleted \$9 million in funding for the Acadiana Center for Youth. OYD has not found a suitable facility; therefore, implementation cannot begin. Of the \$9 million, \$6 million and 87 positions were transferred back to Jetson Center for Youth and \$3 million was transferred to the Contract Services Program. The \$3 million represents an increase in new funding. \$1.5 million will provide for a contract with McArthur Foundation and \$1.5 will provide for prevention and diversion programs, as well as for the Local Planning Board established through Act 55 of 2003. | \$3,018,973 | \$3,076,225 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Field Services - Funding for 6 trainers in the Field Services Program for the coordination of training models for the Office of Youth Development. These trainers will be used to facilitate the Louisiana Model (LAMOD) training as well as other initiatives of the 11 regional offices. Funding will provide for the salaries and related benefits, as well as the operating services. | \$447,561 | \$447,561 | 6 |
| 08C - 403 | Youth Services | Office of Youth Development | Contract Services - Funding for WARE for increased operating cost. WARE Program is a residential and detention center that services both girls and boys. WARE has 4 intensive residential beds, 16 substance abuse beds and 24 residential beds for the youth (44 total beds). For FY 07 the budget for WARE was \$2.2 million. WARE typically houses OYD youth at no additional cost to the program above their contracted slots. | \$600,000 | \$600,000 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Contract Services - Funding to provide mental health beds to the mentally ill and mentally challenged delinquents who are in need of mental and behavioral treatment. These youth are not able to be placed in restrictive settings, such as secure care; therefore, the agency seeks to implement more effective treatment. The funding will be utilized for a DNP (developmental neuro-psychiatric) program. It is a successful program in meeting the needs of mentally retarded/disabled youth who require intensive residential services. According to the Office of Mental Health, these very structured staff intense programs are to be initiated in cohorts of 6 youth. These 6 youth make up one unit. For a period of 1 year, approximately 40 youth required one-on-one staffing (mental health/suicide/behavioral), 20 youth were successfully referred to OCDD and approximately 20 youth per month were served in psychiatric hospitals. | \$657,000 | \$657,000 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | \$1.3 million increase in Statutory Dedications from the Youthful Offender Management Fund for prevention and diversion programs within the Contract Services Program. | \$0 | \$1,341,750 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Additional funding for a \$4,500 pay increase for Youth Care Workers, Correctional Officers, and Probation and Parole Officers within the Office of Youth Development. This is in addition to the \$1,500 pay increase for state employees, which brings the total employee pay increase for these employees to \$6,000. | \$4,627,863 | \$4,627,863 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|--------------------|---|--|---------------------|---------------------|--------------|
| 08C - 403 | Youth Services | Office of Youth Development | Additional funding for the \$2,375 certificated personnel and \$750 non-certificated support personnel in education pay increase. | \$244,570 | \$244,570 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Funding for the Wayout Program. | \$35,000 | \$35,000 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Funding for a Youth Services Planning Board for the 4th Judicial District in Ouachita and Morehouse parishes. | \$25,000 | \$25,000 | 0 |
| 08C - 403 | Youth Services | Office of Youth Development | Funding for the Baton Rouge Walk of Faith Collaboration, Inc. | \$15,000 | \$15,000 | 0 |
| Major Enhancements for Youth Services | | | | \$17,969,259 | \$19,368,261 | 80 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | Funding for adult crisis intervention, school based behavior health-children and developmental disabilities services. This is a net adjustment for the replacement of SSBG funding allocated to JPSHA in FY 07. The source of the \$2.6 million statutory dedication is the Health Care Redesign Fund. These funds will allow JPHSA to provide services as follows: \$2.2 million (IAT) for the School Based Mental Health Program; \$2.1 million (SD) for Adult Crisis Intervention; and \$0.5 million (SD) for MR/DD services. | \$0 | \$190,940 | 0 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | Funding for housing-supervised independent living (\$366,789), intensive supervised residential beds (\$362,080), and crisis respite (\$277,200). This funding represents the annualization of funds allocated to the JPHSA as a result of approval of the Health Care Redesign BA-7 in January 2007 by the JLCB. The JPHSA received additional funding of \$335,356 SGF for FY 07 that was allocated as follows: \$122,263 for supervised independent living; \$120,693 for intensive supervised residential beds; and \$92,400 crisis respite. | \$1,006,069 | \$1,006,069 | 0 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | Funding to continue the provision of services through programs under the Offices of Mental Health, Addictive Disorders, and Developmental Disabilities. The source of the funds are federal grants from DHH (added by BA-7 in January 2007). JPHSA indicates that \$275,551 will provide additional OAD services (gambling and TANF-residential), and \$13,507 will provide additional OMH services (case management and life skills for transitional housing and homeless outreach) for FY 08. | \$0 | \$289,058 | 0 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | IAT funding from the Office of the Secretary for the permanent supportive housing initiative (statewide). Through the initiative, the JPHSA will provide assistance to homeless individuals in finding suitable housing and linking them with appropriate services to allow them to remain housed and live independently. The funds can be used for short-term rental assistance for 108 to 112 units (no more than 3 months) and initial costs associated with move-in. However, the majority of funding will go to community support teams that provide case-management/service coordination, crisis intervention, tenancy skills training, and tenant support liaison to landlords (i.e., a community support team member that landlords can contact to intervene/mediate any issues that arise around continued tenancy of the person with disabilities). The source of the funding is Community Development Block Grant (federal) funds that will be distributed through collaboration between DHH, the Louisiana Housing Finance Agency, and the Division of Administration's Office of Community Development. | \$0 | \$700,000 | 0 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | Provides an additional \$50,000 for the Westbank ARC. This brings the total funding for the Westbank ARC to \$150,000 (\$100,000 that was eliminated in the Executive Budget was restored by the Senate Finance Committee). This program is a community-based services project operated by the West Bank ARC. This funding will allow for the continuation of a contracted service program. JPSHA indicates that approximately 75 adults with moderate to severe developmental disabilities were provided supportive assistance through community-based vocational services in FY 06 and FY 07. These services allowed clients to have paying jobs in the community, to contribute volunteer services to the local community, and to learn needed personal/social and community living skills that enabled them to function at their highest level of independence. JPHSA indicates that approximately 70 to 75 individuals will be served by the program in FY 08. | \$50,000 | \$50,000 | 0 |
| 09 - 301 | Health & Hospitals | Florida Parishes Human Services Authority | Funding for housing-supervised independent living, intensive supervised residential beds, and crisis respite. This funding represents the annualization of funds allocated to the JPHSA as a result of approval of the Health Care Redesign BA-7 in January 2007 by the JLCB. FPHSA received additional funding of \$335,356 SGF for FY 07 that was allocated as follows: \$122,263 for supervised independent living; \$120,693 for intensive supervised residential beds; and \$92,400 crisis respite. | \$1,006,073 | \$1,006,073 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|---|--|-------------|--------------|--------------|
| 09 - 301 | Health & Hospitals | Florida Parishes Human Services Authority | IAT funding from the Office of the Secretary for the permanent supportive housing initiative (statewide). Through the initiative, the FPHSA will provide assistance to homeless individuals in finding suitable housing and linking them with appropriate services to allow them to remain housed and live independently. The funds can be used for short-term rental assistance for 70 to 80 units (no more than 3 months) and initial costs associated with move-in. However, the majority of funding will go to community support teams that provide case-management/service coordination, crisis intervention, tenancy skills training, and tenant support liaison to landlords (i.e., a community support team member that landlords can contact to intervene/mediate any issues that arise around continued tenancy of the person with disabilities). The source of the funding is Community Development Block Grant (federal) funds that will be distributed through collaboration between DHH, the Louisiana Housing Finance Agency, and the Division of Administration's Office of Community Development. | \$0 | \$450,000 | 0 |
| 09 - 301 | Health & Hospitals | Florida Parishes Human Services Authority | Priority 1 clients are the highest ranked in a need based scale (1-4) used by the OCDD that determines the priority of each client's need for family support services and individual agreements. The additional funding will allow the FPHSA to provide services to 70-80 clients that are in immediate or potential threat of out-of-home placement or homelessness due to life threatening medical problems, abuse or neglected basic needs, intense or frequent challenging behaviors, or death or deterioration of care giver's health, which affects their ability to support the client. | \$570,712 | \$570,712 | 0 |
| 09 - 302 | Health & Hospitals | Capital Area Human Services District | Funding for housing-supervised independent living (\$366,789), intensive supervised residential beds (\$362,080), and crisis respite (\$277,200). This funding represents the annualization of funds allocated to CAHSD as a result of approval of the Health Care Redesign BA-7 in January 2007 by the JLCB. CAHSD received additional funding of \$335,356 SGF for FY 07 that was allocated as follows: \$122,263 for supervised independent living; \$120,693 for intensive supervised residential beds; and \$92,400 crisis respite. | \$1,006,069 | \$1,006,069 | 0 |
| 09 - 302 | Health & Hospitals | Capital Area Human Services District | IAT funding from the Office of the Secretary for the permanent supportive housing initiative (statewide). Through the initiative, CAHSD will provide assistance to homeless individuals in finding suitable housing and linking them with appropriate services to allow them to remain housed and live independently. The funds can be used for short-term rental assistance for 9 units (no more than 3 months) and initial costs associated with move-in. However, the majority of funding will go to community support teams that provide case-management/service coordination, crisis intervention, tenancy skills training, and tenant support liaison to landlords (i.e., a community support team member that landlords can contact to intervene/mediate any issues that arise around continued tenancy of the person with disabilities). | \$100,000 | \$100,000 | 0 |
| 09 - 304 | Health & Hospitals | Metropolitan Human Services District | Funding for housing-supervised independent living, intensive supervised residential beds, and crisis respite. Funding for housing-supervised independent living (\$286,069), intensive supervised residential beds (\$360,000), and crisis respite (\$360,000). This funding represents the annualization of funds allocated to MHSD as a result of approval of the Health Care Redesign BA-7 in January 2007 by the JLCB. MHSD received additional funding of \$335,356 SGF for FY 07 that was allocated as follows: \$122,263 for supervised independent living; \$120,693 for intensive supervised residential beds; and \$92,400 crisis respite. | \$1,006,069 | \$1,006,069 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding for the Louisiana Health Care Quality Forum (LHCQF). The forum is recommended by the Health Care Redesign Collaborative, and is made up of both public and private representation including providers, payers, and consumers. The intent is to suggest recommendations to improve health care delivery and outcomes in Louisiana. The scope of work for the LHCQF will include population health and surveillance, quality improvement and public reporting, and medical home quality measures. This funding is anticipated to cover the first year costs to contract with the LHCQA (anticipated by DHH to be set up as a non-profit entity). The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$1,070,000 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding and 1 position to contract with a public university to do required eligibility reviews as mandated by the Center for Medicare and Medicaid Services (CMS). CMS designated FY 08 as the beginning date for Louisiana to do eligibility reviews (1,400 reviews per review year) with the intent to determine payment error rates. This payment error rate measurement (PERM) will be submitted to CMS, along with a summary report and corrective action plan. DHH plans to hire a Program Manager 1 within the Medicaid Program Integrity Section to direct this function. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$950,578 | 1 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Administrative costs, including 6 new positions, associated with the new Family Opportunities Program (program funding provided in Medical Vendor Payments Program). The 6 positions include 4 Medicaid Analyst positions (responsible for processing the FOA applications and renewals), a Medicaid Program Monitor (to collect premiums, logging and tracking premium payments, submitting remittance to the fiscal division, and balancing accounts), and an Administrative Coordinator 4. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$292,226 | 6 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------------|---|------------|--------------|--------------|
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding to provide for Information Technology (IT) infrastructure as part of healthcare reform initiatives recommended by the healthcare collaborative. Information technology tools are anticipated to support providers (specifically primary care physicians) and facilitate reporting on care delivery. IT items that are being considered include, but are not limited to, implementation of electronic medical records (EMR), and data sharing (interoperability) between physician practices. According to the DHH, it is anticipated that at least 5 markets would need to be made interoperable (New Orleans, Baton Rouge, Lake Charles, Shreveport, and Monroe). Additional funding will provide for software costs (system design and development, interfaces to other systems, periodic upgrades, and user accounts for support staff), implementation costs (including training and support), and hardware costs (3 computers per provider, printer, and network installation). The source of statutory dedicated funds is the Louisiana Healthcare Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$10,000,000 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding and 11 positions for administrative costs associated with increasing health coverage to kids (program funding provided in Medical Vendor Payments Program). The DHH anticipates an additional 32,000 children would become eligible either through this expansion (estimated 7,774 children) or through LaChip (estimated 24,000 children) due to outreach associated with this expansion. Administrative costs associated are anticipated to be mainly one time costs (approximately \$2.3 million for outreach and marketing, including but not limited to television, radio, print, direct mailings, and outdoor advertising), and equipment and IT acquisitions (\$350,000). Projected recurring expenditures include a Medical Vendor Administration professional services contract to handle the workload associated with the premium collection function (\$400,000), costs associated with increased supplies of application forms (\$300,000), salary costs associated with 9 additional Medicaid Analyst positions (\$31,116 each) to process and maintain eligibility records for the new families, and salary for 2 Medicaid Program Managers (\$49,980 each). The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$3,750,562 | 11 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding and 1 position for administrative costs associated with Medicaid expansion for low-income, non-working disabled individuals (program funding provided in the Medical Vendor Payments Program) through the Disability and Family Opportunity programs. Administrative costs include salary/related benefits funding for an Administrative Program Manager 1 (\$98,825), travel, equipment and supplies, IT software, and additional professional services (\$587,120) contracts with physicians to review disability request at \$112 per hour per review. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$677,834 | 1 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Increase for automation upgrades regarding the eligibility determinations process for LaChip and Medicaid. Funding will be used for a 24-hour renewal hotline through the LaChip processing office to reduce reliance on paper form mailing and allow for families to renew their coverage outside the traditional hours of operation. In addition, funds will be used to enhance an on-line application system by interacting with the Medicaid Eligibility Determination system (MEDS). Allowing this data to be exchanged electronically is anticipated by DHH to reduce Medicaid application time. | \$250,000 | \$250,000 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Increase for the purchase, integration, and maintenance of software editing products into the claims processing system. In the Medicaid Program, edits are used in the claims processing system to adjudicate claims. This funding will allow for edits to be updated, maintained, and in compliance with clinical guidelines by implementing a more effective method of claims editing. The DHH will contract to ensure that edits will be universally defined to national standards by professionals, and recommended and provided to the fiscal intermediary (FI) for programming into the claims processing system. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$4,239,542 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding for a contract to ensure that Medicaid Information Technology Architecture (MITA) requirements are met. DHH will contract with an entity that will provide safeguards/suggestions relative to writing an RFP for the new Fiscal Intermediary (FI) claims processing system. The source of statutory dedicated funds is the Louisiana Healthcare Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). The federal match is an enhanced rate (90%). | \$0 | \$1,000,000 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding for a contractor to execute annual audits on Disproportionate Share Hospital (DSH) payments to hospitals in Louisiana. Under the Center for Medicare and Medicaid Services (CMS) guidelines, each state is required to submit to CMS an independent certified audit verifying that DSH hospital payments are being paid for allowable costs (appropriate reimbursements). The DHH anticipates contracting with an accounting firm for the independent audit. The source of statutory dedicated funds is the Louisiana Healthcare Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$350,170 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------------|---|------------|--------------|--------------|
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Increase for a vital records reengineering and imaging project in the Office of Public Health (OPH). These funds will be used to cover the cost of the birth record, death record, and imaging modules expected to be accessed and utilized by Medicaid in eligibility decisions. Medical Vendor Administration currently has an interagency agreement with the OPH to access birth records on-line through the vital records registry (\$1 per inquiry). These funds will be transferred to the OPH. | \$0 | \$834,000 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding for 6 new Medical Certification Specialist positions (\$358,226) and operating expenses (\$136,250) associated with workload increases in the Health Standards section resulting from federally mandated certifications and state mandated licensing of facilities. Health Standards must conduct annual federally mandated Medicaid certification surveys and the annual licensing surveys for 7 new provider groups. These include Adult Day Care (244 providers), Family Support (41 providers), Personal Care Attendant (572 providers), Respite Care (278 providers), Supervised Independent Living (358 providers), Adult Day Health Care (29 providers), and Case Management (50 providers). The source of SGR are fees charged by Medicaid for each visit (paid by the facility being certified/licensed). The source of federal funds is the Survey and Certification Grant from the Center for Medicare and Medicaid Services (CMS). | \$148,259 | \$624,310 | 6 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Increase for administrative costs associated with anticipated growth in the LaHIPP, LaMOM, and Buy-In programs. LaHIPP - the Louisiana Health Insurance Premium Program pays some or all of the health insurance premiums for an employee and their family, and is intended to reduce the number of uninsured and lower Medicaid costs by introducing a third party payer for medical expenses. Funding (\$635,197) will be used for 7 additional positions (program specialist) to handle referrals to the program, acquisitions and supplies. LaMOM - no-cost health coverage (pregnancy related services, delivery and care up to 60 days after pregnancy ends) for any pregnant woman, married or single that fall into new expanded income guidelines. These funds will be used for 5 positions in designated regions (health clinics) to educate and enroll eligible pregnant women in LaMOM. Buy-In - 2 positions (Program Manager and Monitor positions) to monitor the buy-in program daily, reconcile discrepancies, and provide guidance to eligibility field staff. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$1,095,775 | 14 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Administrative costs (20 additional positions and associated funding) to handle anticipated workload increases with the Family Planning Waiver. This adjustment is anticipated to cover Phase 2 of the Family Planning Waiver which is projected by the DHH to enroll an additional 50,250 women in FY 08. The 20 Medicaid analyst positions (\$787,412) will be responsible for processing new applications and renewals as well as case maintenance changes. The application process includes determining financial eligibility, inputting information into the MEDS, issuing decision notices, and requesting Medicaid cards for new eligibles. According to the DHH, the total projected funding for Family Planning in FY 08 is approximately \$27 million. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$1,153,683 | 20 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Increase to reflect the change in total amount for the contract to audit the long term care cost reports. Audits include nursing homes, intermediate care facilities for the mentally retarded (ICF/MR), and adult day health centers (ADHC). FY 07 contract \$1,981,800 FY 08 contract \$2,197,146 The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$107,673 | \$215,346 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Funding for price increase in the contract between Medical Vendor Administration and the University of Louisiana at Monroe. The contract provides the coordination for the Louisiana Medicaid Pharmacy Benefits Management (PBM) system, staff support to Medicaid to develop the Drug Utilization Review system, and develops educational articles for providers and system recipients. FY 07 contract amount \$3,622,645 FY 08 contract amount \$4,702,182 The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS). | \$326,884 | \$1,079,537 | 0 |
| 09 - 305 | Health & Hospitals | Medical Vendor Administration | Adds 3 positions and associated funding to Medical Vendor Administration to assist with federal mandates. The source of federal funds is Title 19 federal participation. | \$120,051 | \$240,102 | 3 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------|---|--------------|--------------|--------------|
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for 1,500 New Opportunities Waiver (NOW) slots for need based community options. This waiver offers home and community based care by providing alternative services to institutional care for persons who are mentally retarded or have other developmental disabilities. Persons must meet certain qualifications and slots are limited. The number of slots for FY 07 was 5,042. The additional 1,500 slots increases the recommended number of slots to 6,542. HB 1 Original reflected funding for the annualization of 100 NOW slots from FY 07 (\$6.9 M), and House Appropriations added funding for 1,500 additional slots (\$53.7 M). The total additional funding for the NOW waiver program for FY 08 is approximately \$60.6 million. The source of federal funds is Title 19 federal participation (71.78%). | \$17,115,677 | \$60,650,874 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Additional funding for 5 new Federally Qualified Health Centers (FQHC's) and 12 new Rural Health Clinics (RHC's). The DHH has indicated that these clinics/centers will be in the New Orleans region. In the current year, there are 84 rural health clinics, and 37 Federally Qualified Health Centers. This adjustment projects to increase the total to 96 RHC's and 42 FQHC's statewide. The source of statutory dedicated funds is the Louisiana Health Care Redesign Fund, and the source of federal funds is Title 19 federal participation. | \$0 | \$3,265,539 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | New funding for a "medical home" pilot project in the DHH region 1 to expand access to care to uninsured adults. The funding will provide additional reimbursement to providers (an enhanced rate) that enroll Medicaid recipients in a "Medical Home". The mechanism will be a per member per month capitated payment, and not a fee for service system payment. The DHH anticipates an approximate 20% take up rate of uninsured based on the FY 08 funding level, and an additional 20% in future years. The source of statutory dedicated funds is the Louisiana Health Care Redesign Fund, and the source of federal funds is Title 19 federal participation. | \$0 | \$25,185,507 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase for Emergency Room alternative grant. According to the DHH, the state is seeking a 4 year grant available from the Centers for Medicare and Medicaid (CMS) for the establishment of alternative, non-emergency service providers. The funds will be used for enhanced reimbursement (in addition to the office visit reimbursement) to various non-emergency service providers (hospitals, physicians) that are providing alternative venues for after hour non-emergency care. This enhanced reimbursement is expected to assist in coverage of the administrative overhead associated with extending office hours. The DHH anticipates Medicaid recipients will utilize this service and reduce the reliance on non-emergent care in the Emergency Room. | \$1,117,388 | \$3,959,559 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase to provide funding to pay physicians for providing psychiatric services to Medicaid recipients. Currently Medicaid does not reimburse psychiatrists for the psychiatric services-specific CPT procedure codes. These services are currently reimbursed under evaluation and management office visit codes. The reimbursement for specific psychiatric procedure codes is higher than the reimbursement currently paid for routine office visits. This adjustment is anticipated to provide Medicaid eligibles access to psychiatric (MD) services. According to the DHH, at least 1/4th of Medicaid enrolled children (157,500) are in need of these services, and at least half (78,750) of these eligibles would seek these services. The source of statutory dedicated funds is the Louisiana Health Care Redesign Fund, and the source of federal funds is Title 19 federal participation. | \$0 | \$12,696,439 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for a newly created Family Opportunity Program. This program, offered under the Families Opportunities Act, will allow middle income families (that earn up to 300% of the federal poverty level) with children who have severe mental or physical disabilities (that do not qualify LaChip or have private insurance) to buy into the Medicaid Program. The disabled children, ages 1-6, would receive health care services and would be required to enroll in employer-sponsored insurance plans, if available, as a condition of enrollment per federal guidelines. In addition, the family must pay an income-related monthly premium for Medicaid coverage. DHH has not indicated the anticipated number of eligibles for FY 08. The source of statutory dedicated funds is the Louisiana Health Care Redesign Fund, and the source of federal funds is Title 19 federal participation. | \$0 | \$2,572,672 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for the phase-in of 100 new Supports Waiver slots and case management services associated with the slots for FY 07/08. The Supports Waiver is designed to provide home and community based waiver services to participants who otherwise would require the level of care of an intermediate care facility for the developmentally disabled (MR/DD). These services include supported employment, day habilitation, pre-vocational habilitation, respite, and targeted case management. The intent is to allow participants to receive services needed to maintain their lives in the community and increase independence. Supports waiver funding per individual is capped, and the maximum expenditure for any participant is \$28,000. FY 07 number of Supports Waiver slots filled was 2,088. This funding increases total funded slots to 2,188 for FY 08. The source of federal funds is Title 19 federal participation. | \$169,569 | \$600,883 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for phase-in of 200 new Children's Choice Waiver slots in FY 08. The Children's Choice Waiver provides supplemental support to children with developmental disabilities in their homes. Services include case management, respite, environmental adaptations, family support and training, and Medically Necessary Medicaid services. Children's Choice Waiver has an annual cap of \$15,000 per individual per plan of care year. The number of FY 07 slots was 800, and projected number for FY 08 slots is 1,000. The source of federal funds is Title 19 federal participation. | \$1,004,647 | \$3,560,052 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------|---|-------------|--------------|--------------|
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for phase-in of 200 new Residential Options Waiver slots for FY 08. The purpose of this new waiver is to provide community-based living options for developmentally disabled individuals who choose settings other than intermediate care facilities. The living options include less restrictive settings such as 4-bed shared waiver homes, host homes in family settings, companion care for persons living in apartments or home settings with 1 or 2 house mates, and voluntary conversions of existing 6-bed private or public community homes. The source of federal funds is Title 19 federal participation. | \$1,234,491 | \$4,374,525 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for the phase-in of a new waiver, the Adult Residential Care Program (ARCP) Waiver. The intent of this waiver is to provide a less costly alternative to nursing homes, and makes residential style care available to persons for whom they would otherwise not be available. This service is similar to Assisted Living and services are provided to the individual in apartments in a congregate setting. The waiver will serve 200 participants at \$50 per slot per day. The federal source of funding is Title 19 federal participation. | \$517,061 | \$1,832,250 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding for the phase-in of the Programs of All-Inclusive Care for the Elderly (PACE) in the Baton Rouge and New Orleans area. PACE is a service model of care that provides all Medicare and Medicaid services as well as in-home supports to individuals who are 55 years of age or older, live in the PACE provider's service area, and qualify (meet nursing home eligibility guidelines and be able to live independently at the time of enrollment). PACE is a capitated Medicaid state plan service with 3 rates based on eligibility. The PACE provider receives a lump sum payment for the care of the recipient (any costs in excess of capitated amount is assumed by the provider) Required services allowed under PACE include primary care, social work, therapies, support services, nutritional counseling, DME, recreational therapy, transportation, meals, medical specialty services, lab and X-ray, acute inpatient care, and nursing facility care. DHH indicated that there will be 2 providers anticipated to serve 116 enrollees by the end of FY 08. The federal source of funding is Title 19 federal participation. | \$325,273 | \$1,152,634 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to expand health coverage to children that come from families with income levels between 200% to 300% of the federal poverty level (FPL). The DHH indicates that approximately 7,774 children under the age of 19 could be eligible for health coverage in FY 08 by increasing eligibility limits to 300% FPL. The services available will be similar to LaChip services. Families will be required to pay a monthly premium to purchase this care. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$27,128,696 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to expand Medicaid coverage to low-income, non-working disabled individuals. This adjustment represents optional coverage for disabled individuals who meet income and resource requirements of the SSI Program but are awaiting on an SSI decision (or have not applied). These individuals would be eligible for the full range of Medicaid services. The DHH expects to enroll approximately 6,125 new recipients by the end of FY 08. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$24,213,204 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to provide Medicaid coverage of preventive immunizations to targeted adult populations. Currently, Medicaid does not cover preventive immunizations for adults. This funding will cover immunizations for influenza, pneumococcal disease and human papillomavirus to 190,837 people. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$10,494,653 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to phase-in 1,500 new Elderly and Disabled Adult (EDA) Waiver slots and 125 new Adult Day Health Care Waiver slots in FY 08. The source of federal funding is Title 19 federal participation. EDA - This waiver provides various services to elderly (age 65 or older) and disabled (age 22-65) eligibles in home as opposed to nursing homes. Services include case management, personal care attendants, environmental modifications and household supports. FY 07 waiver slot total was 2,903. HB 1 Original reflected funding (\$4,760,714) for the phase in of 250 slots, and House Appropriations added funding (\$17,758,853) for an additional 1,250 slots for FY 08, increasing the total additional funded slots to 1,500 in FY 08. EDA slots for FY 08 total 4,403. Adult Day Health Care - This waiver provides direct care in a licensed day care facility, during a portion of a 24 hour day, for elderly (age 65 or older) or disabled (age 22-65) eligibles. FY 07 waiver slot total was 700. This funding adjustment (\$1,661,634) increases the slot total to 825 for FY 08. | \$6,858,164 | \$24,181,201 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | | | |
|------------------------------------|---|--------------------------------------|--|--------------------------------|--|--------------------------------------|-------------|------------------------------------|---|-----|----------------|----------------|-----|----------------|----------------|--|--|--|
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to increase Medicaid rates to 90% of Medicare rates for Medicaid covered services. According to the DHH, this adjustment affects rates for medical and surgical services, primarily services rendered by family practitioners, pediatricians, and limited medical specialties. For FY 08, rates would be based on 2007 Medicare allowable reimbursement for July through December and 2008 Medicare allowable reimbursement rates for January through June. As per the May, 2007 Medicaid Monthly Financial Report, the DHH projected \$329.6 million in physician services expenditures (Private Providers Program) for FY 07. The DHH has estimated \$440.2 million in initial expenditure projections for FY 08 physician services. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$63,784,550 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to increase psychologists service rates up to 90% of the Medicare rates. According to the DHH, this adjustment affects rates for Psychological and Behavioral services, primarily rendered by psychologists and other licensed behavioral health providers. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$5,304,996 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase funding for the Durable Medical Equipment Home Health/Ventilator Program. This adjustment will increase rates for certain procedure codes. According to the DHH, total FY 07 estimated expenditures for these services (ventilators, supplies, and equipment cost, and respiratory therapist professional services) based on existing rates is \$824,101. This rate adjustment is anticipated to increase expenditures for FY 08 to \$1,671,422 for these services. The source of federal funds is Title 19 federal participation. | \$239,114 | \$847,321 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to provide rate increase to home health registered nurses and licensed practical nurses. The DHH estimates \$16.4 million in expenditures for FY 08 at the existing rates, and \$21.4 million for FY 08 with the implementation of the rate increases for these providers. The source of federal funds is Title 19 federal participation. | \$1,415,677 | \$5,016,573 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to provide increase in reimbursement rates in hospice care. According to the DHH, Medicaid reimbursement rates to hospice providers is mandated by Louisiana's State Plan to pay the same rates that Medicare reimburses. As per the March, 2007 Medicaid Monthly Financial Report, the DHH projected \$36.8 million in hospice services expenditures (Private Providers Program) for FY 07. The DHH has estimated \$56.2 million in initial expenditure projections for FY 08 hospice services. The source of federal funds is Title 19 federal participation. | \$297,465 | \$1,054,092 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to provide increase in rates for Orthotics and Prosthetics services. Orthotic devices are used to support a weak or deformed portion of the body and prosthetics devices are used to artificially replace a missing portion of the body. The intent is to increase Medicaid rates to the current Medicare fee schedule. According to the DHH, the current Medicaid rates for these services are based on historical Medicare rates which are 30% lower than existing Medicare rates for these services. These services are under the Durable Medical Equipment Program in the Payments to Private Providers Program. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation. | \$0 | \$983,118 | 0 | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Inflationary increase in the Durable Medical Equipment (DME) Program and inflationary increase for Federally Qualified Health Centers (FQHC's) and Rural Health Centers (RHC's). The Division of Administration applied a 3.8% inflation factor for FQHC's and RHC's, and a 5.3% inflation factor for Durable Medical Equipment. The federal source of of funding is Title 19 federal participation. | \$660,725 | \$2,341,337 | 0 | | | | | | | | | | | | |
| | | | <table border="0"> <tr> <td></td> <td align="center">FY 07 projected expenditures</td> <td align="center">FY 08 initial projected expenditures</td> </tr> <tr> <td>FQHC</td> <td align="center">\$19.8 million</td> <td align="center">\$35.8 million</td> </tr> <tr> <td>RHC</td> <td align="center">\$30.6 million</td> <td align="center">\$42.1 million</td> </tr> <tr> <td>DME</td> <td align="center">\$16.4 million</td> <td align="center">\$19.9 million</td> </tr> </table> | | FY 07 projected expenditures | FY 08 initial projected expenditures | FQHC | \$19.8 million | \$35.8 million | RHC | \$30.6 million | \$42.1 million | DME | \$16.4 million | \$19.9 million | | | |
| | FY 07 projected expenditures | FY 08 initial projected expenditures | | | | | | | | | | | | | | | | |
| FQHC | \$19.8 million | \$35.8 million | | | | | | | | | | | | | | | | |
| RHC | \$30.6 million | \$42.1 million | | | | | | | | | | | | | | | | |
| DME | \$16.4 million | \$19.9 million | | | | | | | | | | | | | | | | |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase to provide for changes to case mix reimbursement for nursing facilities. Act 848 of 2006 required the DHH to reimburse nursing home providers for sprinkler costs, bed buy back and conversion to private rooms. The source of federal funds is Title 19 federal participation. | \$1,495,500 | \$5,299,432 | 0 | | | | | | | | | | | | |
| | | | <table border="0"> <tr> <td>FY 08 bed buy back projections</td> <td>\$23,905 (\$4,781 2007 cost per facility x 5 facilities)</td> </tr> <tr> <td>FY 08 private room conversion</td> <td>\$3,104,235</td> </tr> <tr> <td>FY 08 nursing home sprinkler costs</td> <td>\$2,171,292 (\$10,856,460 cost of sprinkler systems in 69 facilities / 5 years)</td> </tr> </table> | FY 08 bed buy back projections | \$23,905 (\$4,781 2007 cost per facility x 5 facilities) | FY 08 private room conversion | \$3,104,235 | FY 08 nursing home sprinkler costs | \$2,171,292 (\$10,856,460 cost of sprinkler systems in 69 facilities / 5 years) | | | | | | | | | |
| FY 08 bed buy back projections | \$23,905 (\$4,781 2007 cost per facility x 5 facilities) | | | | | | | | | | | | | | | | | |
| FY 08 private room conversion | \$3,104,235 | | | | | | | | | | | | | | | | | |
| FY 08 nursing home sprinkler costs | \$2,171,292 (\$10,856,460 cost of sprinkler systems in 69 facilities / 5 years) | | | | | | | | | | | | | | | | | |
| | | | As per the May, 2007 Medicaid Monthly Financial Report, the DHH projects \$666.5 million in nursing home expenditures (Privates Providers Program) for FY 07. The DHH has estimated \$712.5 million in initial expenditure projections for FY 08 nursing home services. | | | | | | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------|---|-------------|--------------|--------------|
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | New funding to provide diabetes education to pregnant women with Gestational Diabetes Melitus (GDM). The DHH anticipates providing payments for 175 recipients (at a costs of \$332.90 per person) for education and nutritional instruction. The diabetes education will be provided by enrolled providers in the Medicaid Program. The source of federal funds is Title 19 federal participation. | \$16,440 | \$58,258 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to increase the state contribution, or 'clawback', for the Medicare Part D prescription drug coverage. Outpatient prescription drug coverage will no longer be covered through Medicaid, but Medicare for dual eligibles. States will contribute monthly to the federal Medicare Program to finance these prescriptions. The Centers for Medicare and Medicaid Services (CMS) existing per capital phasedown/payment for Louisiana is \$68.22 per enrollee. The new payment will be \$71.79. The current enrollee count in Louisiana is 89,718. The FY 07 clawback budget was \$75,308,978. This adjustment increases the budget to \$79,212,022. | \$3,903,044 | \$3,903,044 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize the funding for the Family Planning Waiver implemented in FY 07. This waiver is a family planning service offered to low-income individuals as a means of reducing unintended pregnancies. The program is matched 90% by Medicaid. This adjustment is based on the projected number of participants (75,000) and the estimated annual costs per participant (\$302). According to the DHH, the waiver agreement with the Centers for Medicare and Medicaid Services (CMS) requires this enrollment number by the end of 2008. The source of federal funds is Title 19 federal participation. | \$2,265,000 | \$22,650,000 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize the nursing home rate increase implemented in FY 07. The nursing home rate methodology was re-based for 2006 and existing payments reflect 11 months at the increased rate. The increase is the cost of 1 additional month of the increase, bringing 12 months of payments to \$95,223,957. The source of federal funds is Title 19 federal participation. | \$2,239,350 | \$7,935,330 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize funding for 11 new Federally Qualified Health Centers (FQHC's) and Rural Health Clinics (RHC's) that enrolled in the Medicaid Program in FY 07. The source of federal funds is Title 19 federal participation. | \$3,304,278 | \$11,708,994 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize payments to physicians for in-patient concurrent care implemented in FY 07. This allows up to 3 medically necessary in-patient evaluation and management services by providers of different specialties to be payable per recipient per day. The FY 07 budget for these payments was \$9.5 million, which represents 6 months of reimbursement. This adjustment doubles the amount for concurrent care (\$19,051,594). The source of federal funds is Title 19 federal participation. | \$2,688,180 | \$9,525,797 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize the cost of 214 new intermediate care facilities/MR beds into the system in FY 07. The source of federal funds is Title 19 federal participation. | \$1,426,643 | \$5,055,431 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Adjustment to annualize rate increases in the EPSDT (Early and Periodic Screening Diagnosis and Treatment) Dental Program implemented in FY 07. This adjustment represents an additional 4 months of funding (monthly increase amount of \$1,857,662 x 4 months). The source of federal funds is Title 19 federal participation. | \$2,096,929 | \$7,430,647 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Funding to provide for additional Early and Periodic Screening, Diagnosis and Treatment (EPSDT) comprehensive orthodontic services. This adjustment will be used to cover anticipated utilization of 1,300 additional children under 18 years of age in FY 08. According to the DHH, this funding will cover all phases of orthodontic treatment, inclusive of post treatment maintenance. The federal source of funds is Title 19 federal participation. | \$1,708,870 | \$5,643,561 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase to cover the cost associated with the Medicare Part A Buy-in premium increase (from \$393 to \$410) effective January 1, 2007 and premium increase (from \$410 to \$435) effective January 1, 2008. This adjustment is anticipated to increase the total cost of the Part A Buy-in to \$40,529,580 for FY 08. | \$376,212 | \$1,333,138 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase to cover the cost associated with Medicare Part B Buy-in premium increase (from \$88.50 a month to \$93.50 a month) effective 1/1/07 and premium increase (from \$100.36 a month to \$102 a month) effective 1/1/08. This adjustment is projected to increase the total cost of the Part B Buy-in premiums to \$173,042,337 for FY 08. | \$2,150,991 | \$7,622,221 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Increase Medicaid claims payments to provide for targeted rate adjustments for inpatient and outpatient hospital providers in the Private Providers Program. The source of federal funds for the Medicaid rate increase is Title 19 federal participation. | \$9,312,600 | \$33,000,000 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Provides funding in the Private Providers Program for a rate increase for providers of EPSDT dental services to be effective 11/1/07. The source of federal funds for the Medicaid rate increase is Title 19 federal participation. | \$1,650,870 | \$5,850,000 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Provides funding to the Uncompensated Care Costs Program for LSU HSC HCSD Medical Center of Louisiana at New Orleans (MCLNO) to assist the Office of Addictive Disorders with implementing a 20-bed medical detox program. The source of federal funds is Title 19 federal participation. | \$1,684,802 | \$6,119,877 | 0 |
| 09 - 306 | Health & Hospitals | Medical Vendor Payments | Provides funding to the Private Providers Program for a rate adjustment for emergency and non-emergency ambulance transportation. The source of federal funds is Title 19 federal participation. | \$1,693,200 | \$6,000,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|--------------------|--|-------------|--------------|--------------|
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Provides funding to the Payments to Public Providers Program to reflect current Medicaid claims projections. The source of federal funds is Title 19 federal participation. | \$2,526,703 | \$8,953,589 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Provides funding to the Uncompensated Care Costs Program to reflect current UCC projections for FY 08. The source of federal funds is Title 19 federal participation. | \$3,006,012 | \$10,919,040 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Provides funding to the Uncompensated Care Costs Program for LSU HSC HCSD for 20 detox beds and mental health emergency room expansion. The source of federal funds is Title 19 federal participation. | \$1,153,268 | \$4,189,132 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Provides funding to the Uncompensated Care Costs Program for LSU HSC HCSD (MCLNO) for 43 psychiatric beds at DePaul Hospital. The source of federal funds is Title 19 federal participation. | \$4,196,075 | \$15,241,826 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Increase funding to Payments to Public Providers Program for 12 adolescent developmental disabilities, mental health, and juvenile justice beds. | \$352,750 | \$1,250,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in Payments to Public Providers Program for inpatient psychiatric beds. | \$846,600 | \$3,000,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in Uncompensated Care Costs Program for inpatient psychiatric beds. | \$1,927,100 | \$7,000,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in Uncompensated Care Costs Program for new crisis intervention units (CIU's). | \$963,550 | \$3,500,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in Public Providers Program for new crisis intervention units (CIU's). | \$423,300 | \$1,500,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in Uncompensated Care Costs Program for rural hospitals and rural health clinics. A total of \$8 million was added in House Appropriations Committee and a total of \$8 million was added in Senate Finance Committee. | \$4,404,800 | \$16,000,000 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding for rebasing Medicaid reimbursement rates in intermediate care facilities. Private Providers - \$15,618,115 Public Providers - \$1,288,157 | \$0 | \$16,906,272 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding for the medical index adjustment to the Medicaid reimbursement rates for nursing homes (Private Providers - \$24,600,000) and an increase to Medicaid reimbursement rates for nursing homes due to an increase in the provider fee (Private Providers - \$5,325,000) and (Public Providers - \$84,750). | \$2,127,982 | \$30,009,750 | 0 |
| 09 | - 306 | Health & Hospitals | Medical Vendor Payments Additional funding in the Uncompensated Care Costs Program for mental health emergency room expansion at the LSU HSC University Medical Center in Lafayette. | \$413,124 | \$1,127,149 | 0 |
| 09 | - 307 | Health & Hospitals | Office of the Secretary Federal funding to assist in the recruitment and retention of health care employees. The Greater New Orleans Area Health Service Corps (the DHH through its Bureau of Primary Care and Rural Health administers this program) will recruit primary care, mental health, dental practitioners, and pharmacists to address the health professional shortage in the greater New Orleans area. The shortage areas consist of Orleans, St. Bernard, Plaquemines and Jefferson parishes. The GNO Health Corps offers various incentive programs, including loan repayment (up to \$110,000), sign-on bonus (up to \$40,000), malpractice premium payment (up to \$40,000), relocation expenses (up to \$20,000), and income guarantee (up to \$110,000). The source of federal funds is a Healthcare Related Professional Workforce Supply grant from the Centers for Medicare and Medicaid Services (CMS). | \$0 | \$15,000,000 | 0 |
| 09 | - 307 | Health & Hospitals | Office of the Secretary Adjustment to adjust federal funding to anticipated levels for FY 08. The source of funding is a federal grant (Bioterrorism Hospital Preparedness Program) from the federal Department of Health and Human Services (DHHS), Health Resources and Services Administration (HRSA). The FY 08 award level, inclusive of this adjustment, is projected to be \$2,689,148. | \$0 | \$449,196 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|-------------------------|---|------------|--------------|--------------|
| 09 - 307 | Health & Hospitals | Office of the Secretary | <p>Funding to continue the pharmacy initiative and Medical Job Increase for Area Health Education Centers (AHEC's) started with Social Services Block Grant funding. Addition of accountant manager position in the Bureau of Primary Care and Rural Health to serve for the programs and grants within the bureau. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal financial participation.</p> <p>Statewide Pharmacy Access Initiative - These funds (\$86,136 in salary for 1 position and FY 08 pharmacy initiative funding for \$250,000) will be used to assist community based providers to enter into or enhance pharmacy access collaborations with intent to increase access to pharmacy services for the uninsured/underinsured. According to the DHH, these funds will allow for further regional collaborations needed to complete a statewide network of pharmacy supports.</p> <p>Med Job - \$120,000 to increase the Med Job Louisiana contract so Med Job can hire an additional physician recruiter and allied health recruiter for hurricane impacted areas of the state. Med Job is a primary care provider recruitment program in partnership with DHH and the Louisiana Area Health Education Centers (AHEC's). Med Job currently operates out of 3 AHEC's across the state with 2 recruiters. FY 07 operating budget was \$200,000.</p> | \$0 | \$456,136 | 1 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Increase for startup costs associated with the new human services authorities due to open in FY 08 in accordance with Acts 449 and 631 of the 2006 Regular Legislative Session. The newly created districts are the South Central Louisiana Human Services Authority and the Northeast Delta Human Services Authority. This funding will be appropriated in the Office of the Secretary for FY 08, and then transferred to the individual authorities the following year. Funding will be used for personnel, travel, supplies, and rent. | \$467,476 | \$467,476 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Adjustment to annualize the costs of the transfer of the Chronic Disease Unit from the Office of Public Health to the Office of the Secretary. Total funding for the unit in FY 08 is \$2,606,292. The statutory dedication source of funding is the Louisiana Fund, and the federal source are various grants. The federal grants are the Asthma Grant from the Environmental Protection Agency, Diabetes Grant from the Centers for Disease Control (CDC), Heart and Stroke Grant from the CDC, and the Youth Tobacco and Behavioral Risk Grant from the CDC. | \$307,434 | \$982,141 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Increase 5 fiscal positions and associated funding as the Office of the Secretary, Division of Financial Management will assume the financial responsibility for the newly created Office of Aging and Adult Services, and provide support to 2 newly created human services authorities (South Central Louisiana HSA and Northeast Delta HSA). Financial responsibilities include depositing and classifying revenues, cash management, payment of vendor and contractor invoices, coordination of allocation plans, and preparation of the Annual Financial Report. The 5 positions include an Accounting Manager 2 (\$57,561), Accounting Manager 1 (\$50,737), 2 Accountant 3 positions (\$44,744 each), and a budget administrator (\$57,561). | \$255,347 | \$255,347 | 5 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Provides funding to the Management and Finance Program for the Biomedical Research Foundation of Northwest Louisiana for positron emission tomography scans for indigent care. | \$100,000 | \$100,000 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Provides funding to the Management and Finance Program for the Mays Foundation and Baton Rouge Primary Care Collaborative. | \$50,000 | \$50,000 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Provides funding to the Management and Finance Program for the Office for Telecommunications Management communication requirements. | \$165,713 | \$165,713 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | <p>Provides funding to the Management and Finance Program from the Community Development Block Grant (\$5,382,530 federal funds) for permanent supportive housing initiatives. This funding will provide assistance to homeless individuals in finding suitable housing and linking them with appropriate services to allow them to remain housed and live independently. Of the \$5.3 million appropriated, \$382,530 will be retained by the Office of the Secretary, and \$5 million will be allocated to the following state agencies:</p> <p>Jefferson Parish Human Services Authority (\$700,000) Florida Parishes Human Services Authority (\$450,000) Metropolitan Human Services District (\$3,250,000) Office of Mental Health (Area B) (\$500,000) Capital Area Human Services District (\$100,000)</p> | \$0 | \$382,530 | 3 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|------------------|--------------------|------------------------------------|---|-------------|--------------|--------------|
| 09 - 307 | Health & Hospitals | Office of the Secretary | Additional funding in Medicaid, Office of the Secretary for the LaSalle General Hospital for roof improvements to the Catahoula Parish Hospital District building and for an ambulance. A total of \$40,000 was added in the Senate Finance Committee, and an additional \$45,000 is added on the Senate Floor, for a total of \$85,000 for FY 08. | \$85,000 | \$85,000 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Additional funding in Medicaid, Office of the Secretary for Lafayette Community Health Care Clinic. | \$20,000 | \$20,000 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Additional funding in Medicaid, Office of the Secretary for the North Caddo Hospital. | \$25,000 | \$25,000 | 0 |
| 09 - 307 | Health & Hospitals | Office of the Secretary | Additional funding in Medicaid, Office of the Secretary - for stroke prevention and education activities by the Chronic Disease Unit, including 1 position. | \$125,000 | \$125,000 | 1 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding for the Adult Residential Care Program which will oversee the Adult Residential Care Program waiver, assist and respond to the federal oversight agency, support coordinators and direct service providers in the areas of Nursing Home Admission Review, Long-Term Personal Care Service, Program for All-Inclusive Care for the Elderly, and Home and Community Based Waiver. The source of funds is Statutory Dedications from the Health Trust Fund. | \$0 | \$88,837 | 1 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding for Guardianship for Adult Protective Services (APS) to provide contract services for adults with disabilities who are victims of abuse or neglect as identified by reports to APS. Services will be provided to the adult onset-disability victims currently not served by OCDD and the Governor's Office of Elderly Affairs. The source of funds is Statutory Dedications from the Health Trust Fund. | \$0 | \$60,000 | 0 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding for Single Point of Entry pilot sites for the elderly and disabled adults in New Orleans and Lake Charles. These pilot sites will operate as a comprehensive assessment system to perform intake, assessment, eligibility determination, care planning and related functions that are now performed by multiple entities. The source of Federal funds is Title 19 Medicaid. | \$410,000 | \$820,000 | 0 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding for the development and implementation of Long Term Care Deficit Reduction Act (DRA) initiatives. The position is needed to coordinate programmatic activities for policy changes and program development associated with the federal DRA Act of 2005 which mandates or allows new programs and improvements in existing Long Term Care community based programs. The source of funds is Statutory Dedications from the Health Trust Fund. | \$0 | \$88,837 | 1 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment annualizes funding for the 40-bed skilled and intermediate nursing facility unit at the John J. Hainkel Home and Rehab. Center that was closed as a result of Hurricane Katrina (\$941,671) and provides funding for retention of nursing staff (\$350,000). The 40 beds were restored via BA-7 by JLCB in January 2007 which brought the beds back to the pre-Katrina level of 142 beds. Funding for nursing staff retention was also granted via JLCB due to the agency having difficulty in retaining and recruiting staff because salaries were less than comparative salaries being paid in the New Orleans area as a result of the hurricane. The source of IAT is Title 19 Medicaid funds. | \$350,000 | \$1,264,671 | 28 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding and 15 positions to the Administration Protection and Support Program for administrative costs associated with the additional 1,250 Elderly Disabled Adults (EDA) waiver slots. The additional positions will be used to perform patient-focused reviews, evaluations and determinations of medical eligibility, on-going monitoring of care of recipients, and programmatic oversight. | \$918,725 | \$918,725 | 15 |
| 09 - 320 | Health & Hospitals | Office of Aging and Adult Services | This adjustment provides funding for increases in the Medicaid reimbursement rate for the provider fee increase for state nursing homes. | \$0 | \$84,750 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for re-engineering of Vital Records project which will develop a system to allow electronic registration of vital events including births, deaths, marriage, divorces, and induced termination of pregnancy. This funding is for 1/3 of the total cost of funding for this project which is expected to take 3 years to complete. | \$1,024,000 | \$2,335,000 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for school based clinics to increase the access of Louisiana public school students to comprehensive physical and mental health services. This funding will allow the agency to move 6 clinics designated as planning sites to operative. In addition the agency had funding in the FY 07 to move another 3 planning sites to operative for a total of 9 sites. These 9 sites are located in Caddo-Shreveport, Pt. Coupee, Ouachita, Washington-Bogolusa, Natchitoches, Richland, St. Bernard, and New Orleans. The funding will also allow the agency to hire 1 additional Program Monitor. | \$755,284 | \$755,284 | 1 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment annualizes funding for the Safe Drinking Water Program. The agency received \$1 million in FY 07 for this program to use to inspect and cap water wells damaged by the storms. This adjustment reflects the portion of that funding that the agency was not able to expend in FY 07. The source of funding is federal funds from the EPA Capitalization Grant. | \$0 | \$720,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|------------------|--------------------|--|--|-------------|--------------|--------------|
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for a special salary entrance rate for lab scientist positions because the agency is having problems filling these positions. | \$599,607 | \$599,607 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides TANF funding from the Department of Social Services for the Nurse Family Partnership Program. The OPH received \$1 million in funding for this program in FY 07. This additional funding will bring the total funding in FY 08 to \$2 million and an additional 18 positions. The funding will allow the expansion of partial teams to full teams status as well as the expansion of another full and partial team in areas of the state not currently being served. An additional 300-325 families is expected to be served. | \$0 | \$1,000,000 | 18 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for the Louisiana Emergency Response Network (LERN). LERN is a comprehensive coordinated statewide system for access to regional trauma-patient care throughout the state with the intent to decrease trauma related deaths. This additional funding will allow the agency to establish 3 regional call centers and a State call center. FY 08 appropriation is \$6 million for LERN. | \$2,500,000 | \$2,500,000 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides additional federal funding for bioterrorism activities. | \$0 | \$5,925,729 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for New Orleans Inner City for HIV, AIDS, Cancer and Wellness Project. FY 07 appropriation was \$40,000 and FY 08 is \$80,000. | \$40,000 | \$40,000 | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | This adjustment provides funding for Riser School in West Monroe for school-based health care. | \$100,000 | \$100,000 | 0 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment is for the conversion of 65 job appointment positions to permanent status for Early Childhood Support and Services (ECSS). The positions are needed to sustain the program's permanence and are being funded with TANF funds from the Department of Social Services. ECSS is a program that provides mental health and social services to needy young children (birth through 5 years) and their families. Services are provided to approximately 500 young children in 14 parishes. These parishes are Iberia, St. Martin, East Carroll, West Carroll, Madison, Richland, DeSoto, East Baton Rouge, Lafayette, Orleans, Ouachita, St. Tammany, Terrebone, and St. Mary. | \$0 | \$0 | 65 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment provides funding to the Community Mental Health Program for 4 child psychiatry residents and 2 child psychology interns at LSU School of Medicine, Department of Psychiatry and 4 child psychiatry residents and 2 child psychology interns at Tulane University School of Medicine, Department of Psychiatry and Neurology. | \$644,000 | \$644,000 | 0 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment provides funding for 10 Mobile Crisis Teams statewide for 6 months of operations. | \$1,850,000 | \$1,850,000 | 0 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment provides funding for crisis respite services. | \$1,250,000 | \$1,250,000 | 0 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment provides funding for approximately 100 inpatient psychiatric beds at public hospitals in the New Orleans area. The source of IAT is Medical Vendor Payments. | \$0 | \$10,000,000 | 0 |
| 09 - 330 | Health & Hospitals | Office of Mental Health (State Office) | This adjustment provides funding for emergency room extensions and a crisis intervention unit in the New Orleans area. The source of IAT is Medical Vendor Payments. | \$0 | \$5,000,000 | 0 |
| 09 - 331 | Health & Hospitals | Office of Mental Health - Area C | This adjustment provides funding for contract services for crisis response and youth services. Adult services that will be provided include but are not limited to crisis programs such as housing, case management, respite services, transportation, day treatment, and job skills development. Children services that will be provided include but are not limited to suicide prevention, crisis programs, school based services, case management, and after-school programs. Approximately 16,534 youth and 10,388 adults are expected to be served. The source of funding is IAT - Title 19 Medicaid and Statutory Dedications from the Louisiana Health Care Redesign and Reform Fund. | \$0 | \$6,974,166 | 0 |
| 09 - 331 | Health & Hospitals | Office of Mental Health - Area C | This adjustment provides funding for housing-supervised independent living, intensive supervised residential beds, and crisis respite services. | \$3,018,204 | \$3,018,204 | 0 |
| 09 - 331 | Health & Hospitals | Office of Mental Health - Area C | This adjustment provides funding and 35 positions for 12 acute inpatient beds for 6 months for adolescent developmental disabilities, mental health, and juvenile justice. | \$0 | \$1,250,000 | 35 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|------------------|--------------------|---|---|-------------|--------------|--------------|
| 09 - 332 | Health & Hospitals | Office of Mental Health - Area B | This adjustment provides funding for contract services for crisis response and youth services. Adult services that will be provided include but are not limited to crisis programs such as housing, case management, respite services, transportation, day treatment, and job skills development. Children services that will be provided include but are not limited to suicide prevention, crisis programs, school based services, case management, and after-school programs. Approximately 3,856 youth and 3,587 adults are expected to be served. The source of funds is IAT-Title 19 Medicaid and Statutory Dedications from the Louisiana Health Care Redesign and Reform Fund and IAT. | \$0 | \$5,497,579 | 0 |
| 09 - 332 | Health & Hospitals | Office of Mental Health - Area B | This adjustment provides funding for a pay increase for correctional security, probation and parole, and youth service workers at East Louisiana State Hospital. | \$2,061,702 | \$2,061,702 | 0 |
| 09 - 332 | Health & Hospitals | Office of Mental Health - Area B | This adjustment annualizes funding for a 25-bed expansion of the Feliciana Forensic Unit. Initial funding and 52 positions were approved via BA-7 by JLCB on January 19, 2007. There has been an ongoing issue with the opening of additional beds to help reduce the waiting list of patients who are housed in parish prisons across the state to meet court ordered mandates. Forensic patients are currently being housed at East, Southeast, Central, and Feliciana. There are a total of approximately 140 people who are on a waiting list. Presently, Feliciana Forensic Unit has a total of 235 forensic beds and 235 forensic clients. Other forensic patients are occupying civil beds at other facilities. | \$6,302,136 | \$6,302,136 | 52 |
| 09 - 332 | Health & Hospitals | Office of Mental Health - Area B | This adjustment provides funding for a 24-hour 7 days per week Triage Center and a 6 bed 23-hour Observation Center in Region 5. The program provides triage, assessment, observation, and stabilization services for individuals with co-occurring disorders and hurricane evacuees. | \$905,849 | \$905,849 | 0 |
| 09 - 333 | Health & Hospitals | Office of Mental Health - Area A | This adjustment annualizes funding and positions to expand crisis respite and supervised supportive housing services for people living in Area A. Initial funding for these services and 119 positions (51 positions for NOAH acute beds and 68 positions for the Crisis Intervention Unit) were approved at JLCB on January 19, 2007. Specific services include acute I/P beds at NOAH, Crisis Intervention Unit, crisis respite beds, housing-supervised independent living, housing-intensive supervised residential beds, and housing crisis respite. | \$7,051,608 | \$10,706,853 | 119 |
| 09 - 333 | Health & Hospitals | Office of Mental Health - Area A | This adjustment provides funding for contract services for crisis response and youth services. Adult services that will be provided include but are not limited to crisis programs such as housing, case management, respite services, transportation, day treatment, and job skills development. Children services that will be provided include but are not limited to suicide prevention, crisis programs, school based services, case management, and after-school programs. Approximately 1,805 children and youth and 290 adults are expected to be served. The source of funding is IAT - Title 19 Medicaid and Statutory Dedications from the Louisiana Health Care Redesign and Reform Fund. | \$0 | \$1,615,865 | 0 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for new positions to manage and administer the proposed 500 and 1,500 waiver slots in consideration for the FY 08 budget. The positions will also assist in the management of the 2,088 supports waiver slots and the additional 300 NOW slots which were funded in FY 07 without additional staff. The positions will consist of employees titled either as Medical Certification Specialists, Health Certification Specialists, or Program Managers. The source of funds is Statutory Dedications from the Louisiana Health Care Redesign Fund. | \$0 | \$413,907 | 8 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for a pay increase for state employees of Special School District #1. The source of IAT is Title 19 funding reimbursed through per diem for the developmental centers. | \$0 | \$7,387 | 0 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding to serve 428 additional individuals on the service list who need family support. Family Support provides resources to people with developmental disabilities to allow them to live in their own homes or with their families in their own community. Services/supports include but are not limited to: respite care, personal assistance services, specialized clothing, dental and medical services not covered by other sources, equipment and supplies, communication services, crisis intervention, and specialized nutritional needs. The source of funds is Statutory Dedications from the Louisiana Health Care Redesign Fund. | \$0 | \$1,486,855 | 0 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for Shared Waiver Homes for Northwest Developmental Center (\$464,000 and 20 positions), Pinecrest Developmental Center (\$1,066,428) and Ruston Developmental Center (\$233,000). The funding will be used to expand services for individuals in the community-based living option. The source of IAT is Title 19 Medicaid funding allocated for the Residential Options Waiver in the Medical Vendor Payments Program for FY 08. Shared Waiver Homes is where 3 or 4 waiver recipients live together and share supports and services in one privately owned home. The 20 positions will be direct care support staff that will provide the day-to-day supervision of individuals sharing the various waiver homes. | \$0 | \$1,763,428 | 20 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|------------------|--------------------|---|--|------------|--------------|--------------|
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for six additional nurse positions due to increased client census, more aged clients and opening of 2 new community homes in FY 07. The source of IAT is Title 19 Medicaid funding reimbursed through the facility's per diem rate. | \$0 | \$399,662 | 6 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding and 9 positions for administrative costs associated with 1,500 New Opportunities Waiver (NOW) slots. This funding is for 10 months. | \$629,748 | \$629,748 | 9 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for expenses of the Louisiana Assistive Technology Access Network (LATAN). LATAN's mission is to collaborate with individuals with disabilities and agencies to develop and implement a seamless system of assistive technology services and supports for all individuals with disabilities in Louisiana. DHH provides fiscal support to LATAN, but does not administer the program or its activities. Total funding for FY 08 is \$600,000. | \$300,000 | \$300,000 | 0 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for Special Olympics Louisiana, Inc. Total funding for FY 08 is \$250,000. | \$136,000 | \$136,000 | 0 |
| 09 - 340 | Health & Hospitals | Office for Citizens w/ Developmental Disabilities | This adjustment provides funding for increases in intermediate care facilities provider fee. | \$0 | \$1,223,749 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Additional funding for Access to Recovery (ATR) services from the Health Care Redesign Fund to continue to provide services that were initiated through a federal grant from the Substance Abuse and Mental Health Administration. The total federal grant was \$22 million for 3 years beginning in FY 04 and expiring September FY 07. OAD indicates that a full year of services for the ATR Program will cost approximately \$18 million and has a shortfall of approximately \$2 million for FY 08 (OAD has \$4 million in federal funding in FY 07 to carryforward into FY 08 to add to the \$12 million anticipated appropriation, bring the total for the ATR Program to \$16 million and thus the projected \$2 million shortfall). Continuation of this program will allow clients to use vouchers to seek treatment for substance abuse from private providers statewide (approximately 205 providers currently enrolled). For FY 06, approximately 6,118 individuals received these services; for FY 07 and FY 08, OAD estimates 7,000 will receive treatment through the program. | \$0 | \$12,000,000 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding from the Health Care Redesign Fund to increase primary adolescent inpatient beds by 52. OAD indicates that the location has not yet been determined and is considering soliciting providers through the Request for Proposals (RFP) process. The addition of the 52 beds will bring the statewide total to 137 primary adolescent inpatient beds. Currently, OAD contracts with the Cavanaugh Center in Shreveport for 16 beds; and Gateway in Alexandria for 26 beds; and operates 43 beds at the Springs for Recovery in Baton Rouge. Primary adolescent inpatient services were provided to 562 clients in FY 06. OAD estimates that 504 will receive services in FY 07 and 868 will be served in FY 08 with the addition of the new beds. Expenditures for the program are as follows: FY 06 actual--\$3.4 million; FY 07 actual--\$4.1 million; and FY 08 initial appropriation--\$5.6 million. | \$0 | \$2,182,700 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Funding and 12 clinical positions to provide treatment to adolescents in all regions of the state. This funding (Statutory Dedications from the Health Care Redesign Fund) will allow the OAD to hire an additional 12 substance abuse professionals to provide direct care services for clients in need of treatment. Additionally, the funding will allow the 4 human service districts/authorities (Jefferson, Florida, Capital, and Metropolitan) to hire 2 professionals to provide similar services in their respective areas. OAD projects hiring these individuals at an average of \$52,700 for salaries and related benefits. | \$0 | \$1,054,000 | 12 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Converts temporary job appointments in the Administration Program to permanent classified status. OAD indicates that these 4 positions are required to comply with the provisions of Act 90 of the 2005 Regular Legislative Session. The Act authorizes the establishment of human services districts in all regions of the state, and OAD will need additional staff to provide technical assistance, monitoring, and other administrative activities associated with the development and start-up of such human service districts. OAD anticipates that \$187,000 will be expended for salaries and related benefits for the 4 positions in FY 08. | \$0 | \$0 | 4 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|--------------------|--------------------------------|--|----------------------|----------------------|--------------|
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding for 20 hospital-based detox beds and 30 residential co-occurring unit beds. OAD indicates that the 20 bed detox unit will be located in New Orleans and operated by LSU HCSD. Expenditures for the services are anticipated to be approximately \$6.5 million in FY 08 and subsequent fiscal years. The 30 bed unit will be located in Alexandria at Central State Hospital. Funding for the unit is anticipated to be approximately \$1.6 million in FY 08 and subsequent fiscal years. Additionally, OAD indicates that the 30 bed unit will be operated in conjunction with the Red River facility at Central and that both units will share administrative and professional staff wherever it is possible. However, an additional 25-28 clinical staff positions will be required when the facility is fully operational. The opening date is expected to be July 1, 2007 | \$8,212,500 | \$8,212,500 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Converts temporary job appointments in Prevention and Treatment Program to permanent classified status. OAD indicates that this is necessary to eliminate turnover and enhance workforce development. Under civil service rules temporary job appointments are limited to 3 years on the job and at that time the temporary employee must resign. OAD then has to train a new temporary to replace 3 years of experience lost with the other individual. Expenditures for salaries and benefits for the 96 positions are approximately \$2.3 million in FY 07 and anticipated to increase by 4% in FY 08 and subsequent fiscal years. | \$0 | \$0 | 96 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding for the Free Indeed Intense Outpatient Clinic. | \$20,000 | \$20,000 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding for the Cenikor Foundation, Inc. | \$200,000 | \$200,000 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding for the Living Witness/Nehemiah Restoration Program for drug abuse rehabilitation. | \$25,000 | \$25,000 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding to the Prevention and Treatment Program for adult substance abuse beds to be implemented such that the total bed days will approximate 74 beds for 6 months of operation statewide. | \$1,650,000 | \$1,650,000 | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Provides funding to the Prevention and Treatment Program for 40 medically supported detox beds to be implemented such that the total beds will approximate 40 beds for 6 months of statewide operation. | \$1,000,000 | \$1,000,000 | 0 |
| Major Enhancements for Health & Hospitals | | | | \$140,562,616 | \$703,778,087 | 562 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment annualizes a rate increase for Class A day care centers which became effective January 1, 2007. The rate increased from \$16.50 to \$17.50 per day. The source of federal funding is Child Care Block Grant (CCBG) funds. | \$0 | \$250,000 | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides additional funding to pay non-medical entities such as schools and school boards for information on clients who are being assessed by the DSS for disability determination services. Currently, only medical entities are paid to provide information. The DSS anticipates that paying the non-medical entities will ultimately decrease case processing time. This activity is funded with 100% federal funds from the Social Security Administration. | \$0 | \$1,170,000 | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides funding and 11 positions (4 Licensing Regional Specialists, 1 Licensing Manager, 2 Admin. Coordinators) to the Bureau of Licensing to align all programs that administer child care services within a single division. The additional positions will allow the caseload of staff to be reduced from 89 cases to 77. The national recommended case load is 50 cases per specialist. The additional licensing manager position will increase the number of managers reviewing cases to 3. The source of funding is federal funds from the Child Care Development Grant. | \$0 | \$732,232 | 11 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides funding for a Support Enforcement Services district attorney contract. The funding will be used to pay for increased contract costs associated with pay raises for assistant district attorneys to maintain the same level of service provided in FY 07. The source of federal funding is Child Support Enforcement Funds - Social Security Part D. | \$340,000 | \$1,000,000 | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides funding for technology upgrades for software and hardware. The funding will be used to upgrade the CPU (Mainframe), direct access storage device, servers, network printers, and the other related hardware operating environment. | \$169,250 | \$338,500 | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides funding from the 2004 Overcollections Fund for the Louisiana Family Recovery Corporation to provide direct response services to residents returning home after the 2005 hurricanes. These services will include such items as rental deposits, utility deposits, purchase of appliances, and minor home repairs. | \$0 | \$10,000,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|------------------------------|--|-------------|--------------|--------------|
| 10 - 355 | Social Services | Office of Family Support | This adjustment provides funding for LaJet and Nutrition Education. The source of funding is a federal grant received from the U.S. Department of Agriculture. | \$0 | \$2,123,006 | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjustment annualizes Community Development Block Grant funds (CDGB) received from the Division of Administration, Office of Community Development Disaster Recovery Unit via BA-7 approved by JLCB on December 15, 2006. The agency received a total of \$14,656,178 CDBG funds. \$2.5 million was expended in FY 07. The funds will be used to continue providing services to restore and expand housing capacity in hurricane impacted areas, provide permanent supportive housing for the homeless, and provide short-term rental and other assistance to those persons at risk of becoming homeless or who have already become homeless in the aftermath of hurricanes Katrina and Rita. | \$0 | \$12,156,178 | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjustment provides funding for statewide document imaging services to allow the agency to maintain a digital image of critical legal documents. The IAT will be received from other DSS agencies as part of their indirect costs. | \$0 | \$400,000 | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjustment provides funding to convert the DSS email system from GroupWise to the state email system (Exchange). The IAT will be received from other DSS agencies as part of their indirect costs. | \$0 | \$534,399 | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjustment provides funding for the Urban Support Agency Inc. for the Senior Housing Repair Program. This program was funded at \$25,000 in FY 07. The total funding for FY 08 is \$190,000. | \$165,000 | \$165,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides an increase in state and federal funding for 50 additional positions in Child Welfare Services. The source of federal funds is Title IV-E. The positions are needed because of an increase in workload resulting from Act 148 of the 2005 Regular Legislative Session which resulted in an increase of 25% of validated investigations for children less than 1 year old, mostly due to neglect. In addition, impacts of the hurricanes have resulted in more stressed and troubled families needing services. Other factors contributing to the need for additional positions include high turnover and excessive overtime. These positions will allow the agency to expand prevention and in-home based service delivery and to significantly improve the program for foster family recruitment and retention. The agency's vacancy rate as of January 22, 2007 was 3.9% or 70 vacancies out of 1,802 authorized T.O. The agency's turnover rate for FY 06 was 15.9% (higher due to hurricanes) and 10.9% for FY 05 with an average turnover rate of 10.8% for FY 02 through FY 04. | \$1,334,375 | \$1,827,911 | 50 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for legal fees for the legal representation of foster children. The agency anticipates that the additional funding will be required to pay invoices received from attorneys who provide the legal representation. The agency relied on supplemental appropriations in past fiscal years due to budget shortfalls in funding allocated for legal representation. Based on historical shortages, the agency anticipates that this amount will prevent them from experiencing a shortfall in FY 08. | \$600,000 | \$600,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides additional SGF as a result of policy changes in the Federal Reduction Act of 2005 that has decreased Title IV-E federal funds. The agency is performing a 100% case review to determine the exact number of children that will no longer be eligible for administrative or maintenance cost claims which may result in a higher SGF need for FY 08. | \$8,386,993 | \$8,386,993 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for the Baton Rouge Children's Advocacy Group. | \$50,000 | \$50,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for technology upgrades for software and hardware. The funding will be used to upgrade the CPU (Mainframe), direct access storage device, servers, network printers, and the related hardware operating environment. | \$95,830 | \$136,900 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for Lower Algiers Community Center for Inter-Generational Education Program. The total funding for FY 08 is \$150,000. | \$75,000 | \$75,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding to increase the reimbursement rate to foster parents and residential care providers. | \$4,300,000 | \$8,300,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for Grandparents Raising Grandchildren Information Center of Louisiana for social services for caregivers and children. | \$25,000 | \$25,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for Turn Around Program, Inc. for educational and community development. | \$10,000 | \$10,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for United Community for Change for youth and educational programs. | \$10,000 | \$10,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|-------------------------------|---|---------------------|---------------------|--------------|
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for a pilot project for the Early Steps of the Arc of Caddo-Bossier. | \$150,000 | \$150,000 | 0 |
| 10 - 370 | Social Services | Office of Community Services | This adjustment provides funding for Acadiana Outreach Center. | \$75,000 | \$75,000 | 0 |
| 10 - 374 | Social Services | LA. Rehabilitation Services | This adjustment provides SGF to match \$18,069,491 of federal dollars. The LRS was granted a one-time waiver of SGF matching requirements for FFY 06 as a result of hurricanes Katrina and Rita which allowed the agency to increase its service delivery. | \$4,890,472 | \$4,890,472 | 0 |
| 10 - 374 | Social Services | LA. Rehabilitation Services | This adjustment provides additional state funding for the State Independent Living Program. The additional funding will allow the agency to eliminate a waiting list of approximately 635 individuals needing services. Out of the additional \$1 million, \$200,000 will be appropriated to each of the following activities: State Independent Living, Independent Living - Part B, Personal Assistance Services Program, Community Family and Support, and Older Blind Independent Living. | \$1,000,000 | \$1,000,000 | 0 |
| 10 - 374 | Social Services | LA. Rehabilitation Services | This adjustment provides funding for the Louisiana Commission for the Deaf. | \$100,000 | \$100,000 | 0 |
| 10 - 374 | Social Services | LA. Rehabilitation Services | This adjustment provides funding for technology upgrades for software and hardware. The funding will be used to upgrade the CPU (Mainframe), direct access storage device, servers, network printers, and the related hardware operating environment. | \$5,240 | \$24,600 | 0 |
| Major Enhancements for Social Services | | | | \$21,782,160 | \$54,531,191 | 61 |
| 11 - 432 | Natural Resources | Office of Conservation | Expand the Well Inspection Program by 11 Conservation Enforcement Specialists (CES), and 2 Administrative positions (Conservation Program Manager and Administrative Coordinator 3) to administer the program. Included is 40 vehicles, 6 boats, and related expenses to allow the CES to inspect wells once every 3 years. | \$950,592 | \$950,592 | 13 |
| 11 - 432 | Natural Resources | Office of Conservation | Funding for underwater obstruction cleanup as the result of damage caused by hurricanes Katrina, Rita, and Cindy. | \$0 | \$1,500,000 | 0 |
| 11 - 435 | Natural Resources | Office of Coastal Restoration | Provides for a net increase in Statutory Dedications for the Coastal Impact Assistance Program (CIAP) and Coastal Wetlands Planning, Protection, and Restoration Act funding with Wetlands Funds. | \$0 | \$25,634,175 | 0 |
| 11 - 435 | Natural Resources | Office of Coastal Restoration | Provides for deposit of monies into the Barrier Island Stabilization and Preservation Fund for purposes of the Barrier Islands and Shorelines Stabilization and Preservation Program. These monies are contingent upon the sale of tobacco assets and would be the first to be appropriated into the fund. The fund was created by Act 786 of the 2004 Regular Legislative Session. | \$0 | \$46,000,000 | 0 |
| 11 - 435 | Natural Resources | Office of Coastal Restoration | Provides for deposit of monies into the Barrier Island Stabilization and Preservation Fund for purposes of the Barrier Islands and Shorelines Stabilization and Preservation Program. The fund was created by Act 786 of the 2004 Regular Legislative Session. | \$0 | \$18,000,000 | 0 |
| Major Enhancements for Natural Resources | | | | \$950,592 | \$92,084,767 | 13 |
| 12 - 440 | Revenue | Office of Revenue | Provides funding from agency self-generated revenue from penalties and interest for a re-engineering of the Revenue Processing Center's processing system for the scanning of tax documents, payments, and correspondence. The current processing system is aging and replacement parts are becoming limited. The new system will support all current taxes and will have the ability to accommodate new taxes as they are created. | \$0 | \$2,403,600 | 0 |
| 12 - 440 | Revenue | Office of Revenue | Provides funding from agency self-generated revenue from penalties and interest for a software solution to automate the quality testing of application development activities. The solution should provide more efficient and reliable testing that will produce more accurate and timely results. | \$0 | \$360,000 | 0 |
| 12 - 440 | Revenue | Office of Revenue | Provides funding from agency self-generated revenue from penalties and interest for the implementation of a collaboration and enterprise management system to provide more effective collaboration among staff. The solution will provide personalized, web-portal capability with specific control points and quality assurance. New technologies such as Instant Messaging, Document Sharing and Management, On-line Team Collaboration, and Enterprise Project Management will be utilized as part of this system. | \$0 | \$209,000 | 0 |
| 12 - 440 | Revenue | Office of Revenue | Additional SGR from penalties and interest for the Data Warehouse Project to centralize data collection and reporting. | \$0 | \$660,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | |
|---|--------------------|-----------------------|------------------------------------|---|---------------------|--------------|----|
| 12 | - 440 | Revenue | Office of Revenue | Funding for 10 positions and related costs for processing the Citizens Insurance Rebates on income tax forms and a separate form for those not required to file an income tax return. | \$288,975 | \$288,975 | 10 |
| Major Enhancements for Revenue | | | | \$288,975 | \$3,921,575 | 10 | |
| 13 | - 852 | Environmental Quality | Office of Environmental Services | Additional funding for anticipated overtime to process expedited permits. The program will generate additional Environmental Trust Fund revenue to be used to pay overtime for these permits. Executive budget adjustments reflect SGF because of Means of Finance swap to provide additional SGF. | \$101,450 | \$101,450 | 0 |
| 13 | - 853 | Environmental Quality | Office of Environmental Assessment | EPA grant funding of \$514,000 for bioassessment research of the Mississippi River which provides scientifically derived methods that yield data to describe the ecosystem health in the study area and information will be shared among state and federal water assessment agencies and the public. In 2004, EPA's Environmental Monitoring and Assessment Program under the EMAP Great River Ecosystems Program initiated a survey of ecological conditions of the Upper Mississippi, Ohio, and Missouri Rivers which focused on water quality and biotic integrity in main-channel and near-shore habitats. A standardized approach was used to produce consistent data that may be aggregated across multiple spatial levels, such as states and ecoregions. This data also contributes to the research on the characterization of reference condition and assessments across watersheds. During 2005, the survey effort was expanded to the Lower Mississippi River area which includes Louisiana. | \$0 | \$514,000 | 0 |
| 13 | - 853 | Environmental Quality | Office of Environmental Assessment | Additional SGF to expand Ozone Episode Forecasting and Airshed Modeling. DEQ has a program in place that provides forecasting of ground-levels on a daily basis for Baton Rouge, New Orleans and Shreveport. This funding will be used to expand this modeling to Lake Charles and Lafayette. | \$50,000 | \$50,000 | 0 |
| 13 | - 853 | Environmental Quality | Office of Environmental Assessment | Additional funding for the Office of Environmental Assessment for Non-point source pollution project in the Terrebonne Basin that will result in pollution reduction strategies to control runoff from agricultural areas, urban areas, and home sewage systems. | \$0 | \$550,000 | 0 |
| Major Enhancements for Environmental Quality | | | | \$151,450 | \$1,215,450 | 0 | |
| 14 | - 474 | Labor | Office of Workforce Development | Adds additional funding for the Joy Corporation Workforce Readiness Program. This brings the total funding for the Joy Corporation from the Department of Labor to \$50,000 SGF. | \$21,486 | \$21,486 | 0 |
| 14 | - 474 | Labor | Office of Workforce Development | Increases Federal funding for the Louisiana Claims and Tax System (LaCaTS) to modernize the Unemployment Insurance (UI) Benefits process. Specifically, the Office of Workforce Development will use these funds to consolidate and streamline activities, automate routine tasks, reduce paperwork, improve communications, and more easily accommodate future regulatory and technological changes. | \$0 | \$12,700,000 | 0 |
| 14 | - 474 | Labor | Office of Workforce Development | Additional funding from the Workforce Development Training Account for the Incumbent Worker Training Program based on expected training needs. | \$0 | \$5,495,248 | 0 |
| 14 | - 474 | Labor | Office of Workforce Development | Funding for the Unemployment Benefits Program for Unemployment Compensation for Domestic Violence Victims (Act 421 of the 2007 Regular Legislative Session). | \$300,000 | \$300,000 | 0 |
| 14 | - 474 | Labor | Office of Workforce Development | Adds funds for a pilot program for Region 3 for the education and recruitment of the region's network needs. | \$370,000 | \$370,000 | 0 |
| Major Enhancements for Labor | | | | \$691,486 | \$18,886,734 | 0 | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|----------------------|--------------------------------|---|------------------|--------------------|--------------|
| 16 - 512 | Wildlife & Fisheries | Office of The Secretary | Job Study pay increase from the Conservation Fund for Troopers, Capitol Park Security and Wildlife and Fisheries agents. This is in addition to the \$1,500 per year pay raise provided for all state employees. | \$0 | \$440,488 | 0 |
| 16 - 512 | Wildlife & Fisheries | Office of The Secretary | Additional replacement vehicles to allow the program to continue its rotation schedule which was interrupted by hurricanes Katrina and Rita. | \$0 | \$502,550 | 0 |
| 16 - 512 | Wildlife & Fisheries | Office of The Secretary | Provides funding for the Wildlife and Fisheries building on the lakeshore in Lake Charles. | \$100,000 | \$100,000 | 0 |
| 16 - 513 | Wildlife & Fisheries | Office of Wildlife | Provides funding from the Alligator Resource Fund to maintain the Alligator Management Program. This will bring total funding for this purpose to approximately \$1.7 million in FY 08. The additional funds are related to new and expanded activities based on the increase in wild and farm raised alligator harvest, the need to ensure wild alligator population stability, and the need to provide services to the industry. During FY 06 income into the Alligator Resource Fund was \$1.3 million and the year-end balance was \$1.7 million. These additional funds will be utilized for salaries and related benefits for 4 positions - 2 biologists and 2 wildlife technicians (\$136,000), field travel (\$10,000), operating services (\$1,000), supplies (\$5,000), and equipment (\$50,000). | \$0 | \$202,000 | 0 |
| 16 - 513 | Wildlife & Fisheries | Office of Wildlife | Provides funding to the Avoyelles Parish Police Jury for Spring Branch Wildlife Management Area to provide local match for a federal study. The purpose of the study is to create a management plan to improve the habitat in the Spring Bayou watershed. The study has a 50/50 cost share with the Corps of Engineers. | \$350,000 | \$350,000 | 0 |
| 16 - 514 | Wildlife & Fisheries | Office of Fisheries | Additional funding and 4 positions provided for aquatic weed control. This funding will allow EPA approved chemicals to be dispersed to areas where aquatic vegetation has grown to a point where it now hinders recreation and navigation. The additional funding will allow the department to increase its acreage of treatment from 30,000 acres to 51,260 acres. This will bring total funding for the purpose of aquatic weed control to approximately \$5.8 million in FY 08. | \$0 | \$3,780,520 | 4 |
| Major Enhancements for Wildlife & Fisheries | | | | \$450,000 | \$5,375,558 | 4 |
| 17 - 560 | Civil Service | State Civil Service | Increases IAT for on-line application and employment center. | \$0 | \$1,278,510 | 0 |
| 17 - 562 | Civil Service | Ethics Administration | Funding for a receptionist, compliance officer and attorney. Receptionist duties are currently performed by student workers. Compliance officer responsible for explaining and auditing campaign finance reports. The attorney is responsible for providing information and training. | \$161,169 | \$161,169 | 3 |
| 17 - 562 | Civil Service | Ethics Administration | Increases funding for the upcoming general elections. \$22,300 printing expenses for annual reports; \$22,010 operating expenses for staff travel to conduct seminars reporting information to candidates, postage and supplies; \$14,554 funding for 2 additional student workers to process (scan/file/mail) disclosure reports filed by candidates and political action committees. | \$58,864 | \$58,864 | 0 |
| 17 - 563 | Civil Service | State Police Commission | Professional services funding to provide for updating and maintaining examinations. | \$25,000 | \$25,000 | 0 |
| 17 - 563 | Civil Service | State Police Commission | Increases funding due to an increase in the number of commission meetings from 12 per year to 18 per year. | \$5,000 | \$5,000 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT to provide for security personnel at the Baton Rouge, New Orleans and Shreveport offices. | \$0 | \$76,627 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT for Westlaw on-line subscription, bar dues for attorneys and law books. Funding for these items had been included in the agency's budget prior to FY 07, when it was removed. | \$0 | \$45,568 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT for administrative law judges training. | \$0 | \$25,973 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT for advertising for vacant attorney positions, drug testing and transcripts for new attorneys. | \$0 | \$22,400 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT for operating expenses to provide for copier and vehicle maintenance and for a computer service maintenance contract. | \$0 | \$28,204 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|---|--------------------|--------------------------------|--|---------------------|--------------------|---------------------|
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT from the Department of Labor for assistance in conducting hearings in hurricane related unemployment compensation overpayment cases. | \$0 | \$192,800 | 0 |
| 17 - 564 | Civil Service | Division of Administrative Law | Increases IAT from DOA's CDBG Program for appeal of determination reports regarding the Road Home grant awards and eligibility for the Road Home grant awards. | \$0 | \$250,000 | 0 |
| Major Enhancements for Civil Service | | | | \$250,033 | \$2,170,115 | 3 |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Funding for adult stem cell research for development of regenerative therapies at the Pennington Biomedical Research Center. This initiative will allow the state to pursue research and practical use opportunities in the emerging fields of regenerative medicine. The center expects to spend these funds attracting researchers who will then attract additional federal and private grants. The center chose to emphasize adult stem cell research because adult stem cell research is less controversial than embryonic stem cell research. | \$1,000,000 | \$1,000,000 | 0 |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Funding to expand diabetes reversal research. Presently, diabetes cannot be "cured" but only treated at the Pennington Biomedical Research Center. Diabetes is a major problem throughout the country and hits Louisiana's poor at an even greater rate - approximately 18% of the hospital costs in Louisiana involved patients that have diabetes. The center is attempting to develop methods to actually reverse diabetes rather than just treat the disease through early intervention with drugs, diet and therapy. | \$1,000,000 | \$1,000,000 | 0 |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Funding to expand the Clinical and Translational Science Laboratory (LACaTS) at the Pennington Biomedical Research Center. This program is designed to coordinate and catalyze clinical research and translational (practical) research at various state and private hospitals in New Orleans, Baton Rouge, Lafayette and Shreveport. The goal is to grow Louisiana companies that commercially develop biomedical research done at state institutions rather than relying on out-of-state companies developing and marketing that research. | \$1,000,000 | \$1,000,000 | 0 |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | The adjustment includes funding for faculty pay raises for each institution in the LSU System. According to information provided by the management boards, these funds will not necessarily be used to provide equal across-the-board pay raises but rather will be directed by institution management to address salary needs in a directed manner. However, if the raises were provided to all faculty, this funding would be sufficient to provide a raise of approximate 5%. The funding amounts per campus are listed below: | \$14,783,228 | \$15,122,733 | 0 |
| | | | | SGF | Stat. Ded. | Total |
| LSU A&M | | | | \$6,063,556 | \$139,253 | \$6,202,809 |
| Pennington Biomedical Research Center | | | | \$116,797 | \$2,682 | \$119,479 |
| LSU Ag Center | | | | \$1,906,294 | \$43,779 | \$1,950,073 |
| LSU Eunice | | | | \$195,260 | \$4,484 | \$199,744 |
| LSU Alexandria | | | | \$271,500 | \$6,235 | \$277,735 |
| LSU Shreveport | | | | \$421,667 | \$9,684 | \$431,351 |
| LSU HSC Shreveport | | | | \$1,870,704 | \$42,962 | \$1,913,666 |
| LSU HSC New Orleans | | | | \$2,087,853 | \$47,949 | \$2,135,802 |
| UNO | | | | \$1,514,207 | \$34,775 | \$1,548,982 |
| Hebert Law Center | | | | \$335,390 | \$7,702 | \$343,092 |
| Total | | | | \$14,783,228 | \$339,505 | \$15,122,733 |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | These adjustments represent the amount of SGF needed to bring the institutions to full formula funding. If the institution is already at full formula funding, as some of the institutions are, then these adjustments add an additional 3% SGF. The higher education formula funding is in part based on the Southern Regional Education Board (SREB) state funding averages. | \$32,788,347 | \$32,788,347 | 0 |
| | | | | \$19,191,573 | | |
| LSU A&M | | | | \$387,372 | | |
| Pennington Biomedical Research Center | | | | \$2,161,591 | | |
| LSU Ag Center | | | | \$246,098 | | |
| LSU Eunice | | | | \$1,462,264 | | |
| LSU Alexandria | | | | \$2,195,023 | | |
| LSU Shreveport | | | | \$1,330,555 | | |
| LSU HSC Shreveport | | | | \$3,170,981 | | |
| LSU HSC New Orleans | | | | \$1,953,666 | | |
| UNO | | | | \$689,224 | | |
| Hebert Law Center | | | | \$689,224 | | |
| Total | | | | \$32,788,347 | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Increases IAT (Medicaid and UCC), SGR and Federal Funds at LSU HSC-S. | \$0 | \$7,010,494 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---------------------|--------------------|-------------------------------------|--|--------------|--------------|---------------------|--------------|--------------|-------------|----------|-------------|---------------------|-----------|--------------|--------------------|------|-----------|---------|-----------|-----|-----------|---------|-----------|--------------|----------|-------|----------|--------------|--------------------|-----------------|--------------------|--|--|--|
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding to the Jefferson Parish Truancy Assessment and Service Center for operating expenses. These funds will be used to help reduce truancy in the area. | \$150,000 | \$150,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding LSU-A to enable the university to reach full formula funding. These additional funds are being allocated because of an error in the SREB calculation used to allocate full formula funding in the Executive Budget. | \$21,332 | \$21,332 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding from the Higher Education Initiatives Fund for acquisitions and major repairs to help recruit and retain faculty in the wake of Hurricane Katrina damage. Center officials identified facility problems as a major impediment to attracting and keeping faculty after losing, and continuing to lose, a significant number of faculty and staff members. Further expenditure details are not available at this time. | \$0 | \$8,496,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding to the LSU HSC-S for general operating expenses. This is an annualization of the FY 07 supplemental appropriation that was made to the HSC because of an increase in costs associated with prisoner medical care and general medical operating expenses which left the medical school in need of funding. The center had \$2.4 million budgeted in FY 07 for inpatient prisoner services and another \$1.7 for outpatient prisoner services. The funding will go towards offsetting these costs. | \$7,000,886 | \$7,000,886 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides IAT funding for operating expenses relative to truancy prevention at LSU-BR, School of Social Work Service and Research Development. IAT source is SGF from the LSU System Office. | \$0 | \$75,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding for the LSU Laboratory School from the Minimum Foundation Program. | \$0 | \$60,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides IAT authority for truancy pilot programs in Jefferson and Caddo parishes. Source of IAT is SGF from LSU System Office. | \$0 | \$400,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding for the UNO tourism and hospitality initiative. | \$60,000 | \$60,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding for operating costs for LSU HSC-S. | \$1,500,000 | \$1,500,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding for La. Prep Math and Science Children's Program. | \$20,000 | \$20,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 600 | Higher Education | LSU - Board of Supervisors | Provides funding for Future Farmers of America. FY 08 total allocation is \$108,440. | \$97,710 | \$97,710 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 615 | Higher Education | Southern Univ. Board of Supervisors | The adjustment includes funding for faculty pay raises for each institution in the SU System. According to information provided by the management boards, these funds will not necessarily be used to provide equal across-the-board pay raises but rather will be directed by institution management to address salary needs in a directed manner. However, if the raises were provided to all faculty, this funding would be sufficient to provide a raise of approximate 5%. The funding amounts per campus are listed below: | \$1,759,873 | \$1,800,290 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | <table border="1"> <thead> <tr> <th></th> <th>SGF</th> <th>Stat. Ded.</th> <th>Total</th> </tr> </thead> <tbody> <tr> <td>Southern A&M</td> <td>\$1,185,992</td> <td>\$27,237</td> <td>\$1,213,229</td> </tr> <tr> <td>Southern Law Center</td> <td>\$159,373</td> <td>\$3,660</td> <td>\$163,033</td> </tr> <tr> <td>SUNO</td> <td>\$207,165</td> <td>\$4,758</td> <td>\$211,923</td> </tr> <tr> <td>SUS</td> <td>\$172,956</td> <td>\$3,972</td> <td>\$176,928</td> </tr> <tr> <td>SU Ag Center</td> <td>\$34,387</td> <td>\$790</td> <td>\$35,177</td> </tr> <tr> <td>Total</td> <td>\$1,759,873</td> <td>\$40,417</td> <td>\$1,800,290</td> </tr> </tbody> </table> | | SGF | Stat. Ded. | Total | Southern A&M | \$1,185,992 | \$27,237 | \$1,213,229 | Southern Law Center | \$159,373 | \$3,660 | \$163,033 | SUNO | \$207,165 | \$4,758 | \$211,923 | SUS | \$172,956 | \$3,972 | \$176,928 | SU Ag Center | \$34,387 | \$790 | \$35,177 | Total | \$1,759,873 | \$40,417 | \$1,800,290 | | | |
| | SGF | Stat. Ded. | Total | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Southern A&M | \$1,185,992 | \$27,237 | \$1,213,229 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Southern Law Center | \$159,373 | \$3,660 | \$163,033 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SUNO | \$207,165 | \$4,758 | \$211,923 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SUS | \$172,956 | \$3,972 | \$176,928 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SU Ag Center | \$34,387 | \$790 | \$35,177 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total | \$1,759,873 | \$40,417 | \$1,800,290 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 615 | Higher Education | Southern Univ. Board of Supervisors | These adjustments represent the amount of SGF needed to bring the institutions to full formula funding. If the institution is already at full formula funding, as some of the institutions are, then these adjustments add an additional 3% SGF. The higher education formula funding is in part based on the Southern Regional Education Board (SREB) state funding averages. | \$3,918,746 | \$3,918,746 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | <table border="1"> <tbody> <tr> <td>Southern A&M</td> <td>\$1,443,300</td> </tr> <tr> <td>Southern Law Center</td> <td>\$1,087,245</td> </tr> <tr> <td>SUNO</td> <td>\$372,190</td> </tr> <tr> <td>SUS</td> <td>\$841,331</td> </tr> <tr> <td>SU Ag Center</td> <td>\$174,680</td> </tr> <tr> <td>Total</td> <td>\$3,918,746</td> </tr> </tbody> </table> | Southern A&M | \$1,443,300 | Southern Law Center | \$1,087,245 | SUNO | \$372,190 | SUS | \$841,331 | SU Ag Center | \$174,680 | Total | \$3,918,746 | | | | | | | | | | | | | | | | | | | |
| Southern A&M | \$1,443,300 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Southern Law Center | \$1,087,245 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SUNO | \$372,190 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SUS | \$841,331 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SU Ag Center | \$174,680 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total | \$3,918,746 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 615 | Higher Education | Southern Univ. Board of Supervisors | Provides additional federal funding to the Southern University - Agricultural Research and Extension Service for general expenses. Total funding for FY 08 is 180,121 which will be spent as follows: Student Labor - \$4,000; graduate assistantship - \$2,000; travel - \$60,000; contractual services - \$1,000; supplies - \$81,361; and other charges - \$31,760. | \$0 | \$139,354 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|------------------|---------------------|---|---|------------|--------------|-------------------|--------------|----------------|-------------|----------|--------------|-----------|-------------|--------------|--------------|----------------|--------------|----------|--------------|--------------|---------------------|--------------|--------------|--------------|--------------------|-------------|-------------|--------------|-----------|----------|-----------|-----|-------------|----------|-------------|-----|-------------|----------|-------------|--------------|--------------------|------------------|--------------------|-------------|-------------|---|
| 19A - 615 | Higher Education | Southern Univ. Board of Supervisors | Provides funding for the Business Incubator Program at SU-Shreveport. | \$300,000 | \$300,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | The adjustment includes funding for faculty pay raises for each institution in the UL System. According to information provided by the management boards, these funds will not necessarily be used to provide equal across-the-board pay raises but rather will be directed by institution management to address salary needs in a directed manner. However, if the raises were provided to all faculty, this funding would be sufficient to provide a raise of approximate 5%. The funding amounts per campus are listed below: <table border="1" style="margin-left: 20px;"> <thead> <tr> <th></th> <th>SGF</th> <th>Stat. Ded.</th> <th>Total</th> </tr> </thead> <tbody> <tr><td>Nicholls</td><td>\$770,752</td><td>\$17,701</td><td>\$788,453</td></tr> <tr><td>Grambling</td><td>\$783,438</td><td>\$17,992</td><td>\$801,430</td></tr> <tr><td>Louisiana Tech</td><td>\$1,372,755</td><td>\$31,526</td><td>\$1,404,281</td></tr> <tr><td>McNeese</td><td>\$891,866</td><td>\$20,482</td><td>\$912,348</td></tr> <tr><td>UL Monroe</td><td>\$1,194,292</td><td>\$27,428</td><td>\$1,221,720</td></tr> <tr><td>Northwestern</td><td>\$911,877</td><td>\$20,942</td><td>\$932,819</td></tr> <tr><td>SLU</td><td>\$1,596,016</td><td>\$36,653</td><td>\$1,632,669</td></tr> <tr><td>ULL</td><td>\$1,912,857</td><td>\$43,930</td><td>\$1,956,787</td></tr> <tr><td>Total</td><td>\$9,433,853</td><td>\$216,654</td><td>\$9,650,507</td></tr> </tbody> </table> | | SGF | Stat. Ded. | Total | Nicholls | \$770,752 | \$17,701 | \$788,453 | Grambling | \$783,438 | \$17,992 | \$801,430 | Louisiana Tech | \$1,372,755 | \$31,526 | \$1,404,281 | McNeese | \$891,866 | \$20,482 | \$912,348 | UL Monroe | \$1,194,292 | \$27,428 | \$1,221,720 | Northwestern | \$911,877 | \$20,942 | \$932,819 | SLU | \$1,596,016 | \$36,653 | \$1,632,669 | ULL | \$1,912,857 | \$43,930 | \$1,956,787 | Total | \$9,433,853 | \$216,654 | \$9,650,507 | \$9,433,853 | \$9,650,507 | 0 |
| | SGF | Stat. Ded. | Total | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Nicholls | \$770,752 | \$17,701 | \$788,453 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Grambling | \$783,438 | \$17,992 | \$801,430 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Louisiana Tech | \$1,372,755 | \$31,526 | \$1,404,281 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| McNeese | \$891,866 | \$20,482 | \$912,348 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| UL Monroe | \$1,194,292 | \$27,428 | \$1,221,720 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Northwestern | \$911,877 | \$20,942 | \$932,819 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SLU | \$1,596,016 | \$36,653 | \$1,632,669 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| ULL | \$1,912,857 | \$43,930 | \$1,956,787 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total | \$9,433,853 | \$216,654 | \$9,650,507 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | These adjustments represent the amount of SGF needed to bring the institutions to full formula funding. If the institution is already at full formula funding, as some of the institutions are, then these adjustments add an additional 3% SGF. The higher education formula funding is in part based on the Southern Regional Education Board (SREB) state funding averages. <table border="1" style="margin-left: 20px;"> <tbody> <tr><td>Nicholls</td><td>\$4,733,301</td></tr> <tr><td>Grambling</td><td>\$835,712</td></tr> <tr><td>Louisiana Tech</td><td>\$7,854,795</td></tr> <tr><td>McNeese</td><td>\$10,061,459</td></tr> <tr><td>UL Monroe</td><td>\$1,436,243</td></tr> <tr><td>Northwestern</td><td>\$12,630,065</td></tr> <tr><td>SLU</td><td>\$17,753,907</td></tr> <tr><td>ULL</td><td>\$14,670,170</td></tr> <tr><td>Total</td><td>\$69,975,652</td></tr> </tbody> </table> | Nicholls | \$4,733,301 | Grambling | \$835,712 | Louisiana Tech | \$7,854,795 | McNeese | \$10,061,459 | UL Monroe | \$1,436,243 | Northwestern | \$12,630,065 | SLU | \$17,753,907 | ULL | \$14,670,170 | Total | \$69,975,652 | \$69,975,652 | \$69,975,652 | 0 | | | | | | | | | | | | | | | | | | | | | | |
| Nicholls | \$4,733,301 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Grambling | \$835,712 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Louisiana Tech | \$7,854,795 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| McNeese | \$10,061,459 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| UL Monroe | \$1,436,243 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Northwestern | \$12,630,065 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SLU | \$17,753,907 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| ULL | \$14,670,170 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total | \$69,975,652 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | Provides additional funding to the Poison Control Center at ULM. These funds will be used for general operating expenses and to replace an anticipated loss of federal funding. | \$200,000 | \$200,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | Provides funding for the Department of Mass Communications and the Ellender Library and Archives for the purposes of cataloguing and digitizing hurricane and related storm records. | \$50,000 | \$50,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | Provides funding to Catahoula Agency for Post Secondary Education Inc. in Jonesville. | \$30,000 | \$30,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | Provides funding for the Center for Cultural and Eco-Tourism at ULL. | \$50,000 | \$50,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 620 | Higher Education | Univ of LA Board of Supervisors | Provides funding for the ULL School of Architecture Building Institute for economic development restorations. | \$25,000 | \$25,000 | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | These adjustments represent the amount of SGF needed to bring the institutions to full formula funding. If the institution is already at full formula funding, as some of the institutions are, then these adjustments add an additional 3% SGF. The higher education formula funding is in part based on the Southern Regional Education Board (SREB) state funding averages. <table border="1" style="margin-left: 20px;"> <tbody> <tr><td>SOWELA</td><td>\$162,826</td></tr> <tr><td>Fletcher</td><td>\$95,787</td></tr> <tr><td>BRCC</td><td>\$3,428,384</td></tr> <tr><td>Delgado</td><td>\$1,055,226</td></tr> <tr><td>Nunez</td><td>\$122,793</td></tr> <tr><td>BPCC</td><td>\$551,845</td></tr> <tr><td>SLCC</td><td>\$1,612,754</td></tr> <tr><td>RPCC</td><td>\$363,598</td></tr> <tr><td>LDCC</td><td>\$346,730</td></tr> <tr><td>LTC</td><td>\$1,122,561</td></tr> <tr><td>Total</td><td>\$8,862,504</td></tr> </tbody> </table> | SOWELA | \$162,826 | Fletcher | \$95,787 | BRCC | \$3,428,384 | Delgado | \$1,055,226 | Nunez | \$122,793 | BPCC | \$551,845 | SLCC | \$1,612,754 | RPCC | \$363,598 | LDCC | \$346,730 | LTC | \$1,122,561 | Total | \$8,862,504 | \$8,862,504 | \$8,862,504 | 0 | | | | | | | | | | | | | | | | | | |
| SOWELA | \$162,826 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Fletcher | \$95,787 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| BRCC | \$3,428,384 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Delgado | \$1,055,226 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Nunez | \$122,793 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| BPCC | \$551,845 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| SLCC | \$1,612,754 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| RPCC | \$363,598 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| LDCC | \$346,730 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| LTC | \$1,122,561 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total | \$8,862,504 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|---|--|--------------------|-------------------|--------------------|
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | The adjustment includes funding for faculty pay raises for each institution in the LCTCS. According to information provided by the management boards, these funds will not necessarily be used to provide equal across-the-board pay raises but rather will be directed by institution management to address salary needs in a directed manner. However, if the raises were provided to all faculty, this funding would be sufficient to provide a raise of approximate 5%. The funding amounts per campus are listed below: | \$3,392,242 | \$3,392,242 | 0 |
| | | | | SGF | Stat. Ded. | Total |
| | | | SOWELA | \$167,072 | \$3,837 | \$170,909 |
| | | | Fletcher | \$89,720 | \$2,060 | \$91,780 |
| | | | BRCC | \$215,891 | \$4,958 | \$220,849 |
| | | | Delgado | \$896,579 | \$20,590 | \$917,169 |
| | | | Nunez | \$64,658 | \$1,485 | \$66,143 |
| | | | BPCC | \$253,377 | \$5,819 | \$259,196 |
| | | | SLCC | \$59,714 | \$1,371 | \$61,085 |
| | | | RPCC | \$35,972 | \$826 | \$36,798 |
| | | | LDCC | \$52,063 | \$1,196 | \$53,259 |
| | | | LTC | \$1,481,041 | \$34,013 | \$1,515,054 |
| | | | Total | \$3,316,087 | \$76,155 | \$3,392,242 |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | Provides funding to the Louisiana Technical College Acadian Campus Truck Driving Program. | \$300,000 | \$300,000 | 0 |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | Provides additional funding to the Louisiana Technical College to increase formula funding. | \$246,747 | \$246,747 | 0 |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | Provides additional funding to the SOWELA Campus (\$16,992) and L.E. Fletcher Campus (\$9,996) to enable the campus to reach full formula funding. | \$26,987 | \$26,987 | 0 |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | Transfers the balance of the Louisiana Community and Technical College and Academic Learning Center Development Pool from BOR to the LCTCS Board of Supervisors and 3 schools. This amendment represents the annualization of pool funds into each institution's budget from the last distribution of pool funds which was done after the executive budget was prepared. | \$400,000 | \$400,000 | 0 |
| 19A - 649 | Higher Education | LA Com and Tech Colleges - Board of Supervisors | Provides funding to the LE Fletcher Technical Community College for expenses related to an increase in student enrollment. | \$0 | \$219,171 | 0 |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Additional funding for the Dual Enrollment Initiative (DEI). The DEI was funded in FY 07 at \$2 million and an additional \$2.25 million for FY 08, therefore FY 08 total allocation is \$4.25 million. It is designed to allow certain eligible high school students to enroll and earn college credits before they actually graduate high school and is part of the state's efforts to redesign high schools to provide more realistic and valuable education. The source is the Higher Education Initiatives Fund. | \$0 | \$2,250,000 | 0 |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Carnegie grant funding - adjusts SGR authority to allow for the expenditure of extra grant funding. This grant will be used to develop a value-added assessment model that allows colleges and universities to measure the academic success of students taught by newly graduated teachers. The model will identify factors that impact the success or lack of success of new teachers based on the academic achievement of their students. | \$0 | \$400,000 | 0 |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | MacArthur grant funding - adjusts SGR authority to allow for the expenditure of extra grant funding associated with the BOR's involvement with the Juvenile Justice Program. The 4-year grant's stated goal is to produce new school teachers for grades 4 through 9 who teach students who have outcomes the same or better than students taught by experienced teachers. | \$0 | \$300,000 | 0 |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Additional SGR for regulating proprietary schools. In FY 06, the BOR changed the rules governing proprietary schools and allowed the board to collect more funds for their regulation. | \$0 | \$100,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | |
|--|--------------------|---------------------------------------|--|-------------------------------|----------------------|--------------|-----------|------------|-----------|-----------|-------------|--------------|--------------------|-------------|-------------|---|
| 19A - 671 | Higher Education | Board of Regents for Higher Education | This funding supports the Louisiana Immersive Technologies Enterprise (LITE). LITE's research teams are developing the new infrastructure to support interactive immersive environments powered by large supercomputers and they are working on innovative network tools to enable real-time remote visualization and computing. Other agencies are providing funding for this program. These funds will be used for salaries and related benefits and other operating services. SGF will comprise \$3.2 million of the estimated expenditures for this program listed below: <table border="0"> <tr> <td>Salaries and Related Benefits</td> <td>\$2,647,350</td> </tr> <tr> <td>Facilities</td> <td>\$735,000</td> </tr> <tr> <td>Operations</td> <td>\$424,000</td> </tr> <tr> <td>Equipment</td> <td>\$1,000,000</td> </tr> <tr> <td>Total</td> <td>\$4,806,350</td> </tr> </table> | Salaries and Related Benefits | \$2,647,350 | Facilities | \$735,000 | Operations | \$424,000 | Equipment | \$1,000,000 | Total | \$4,806,350 | \$3,200,000 | \$3,200,000 | 0 |
| Salaries and Related Benefits | \$2,647,350 | | | | | | | | | | | | | | | |
| Facilities | \$735,000 | | | | | | | | | | | | | | | |
| Operations | \$424,000 | | | | | | | | | | | | | | | |
| Equipment | \$1,000,000 | | | | | | | | | | | | | | | |
| Total | \$4,806,350 | | | | | | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Funding for workforce development focused on high demand jobs (\$5 million) and to help train allied health professionals (\$2.5 million). This funding will provide training for industries which have unmet labor needs. No agency specific information has been provided and the BOR has not indicated how these funds will be distributed - either on a formula or case-by-case basis. The source of these funds are CDBG from the Office of Community Development. | \$0 | \$7,500,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | An increase in pool funding to aid in enrollment shifts which are occurring because of Hurricane Katrina. No agency specific information has been provided and the BOR has not indicated how these funds will be distributed - either on a formula or case-by-case basis. The source of funding is the Higher Education Initiatives Fund. | \$0 | \$10,000,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | This increase represents additional community college pool funding. These funds are traditionally used to assist emerging campuses meet accreditation requirements and program development. | \$0 | \$2,000,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Provides funding for the Childcare Development Center (CCD) at the University of Louisiana Lafayette. These funds will be used in the following three areas: Development and implementation of technology and a longitudinal database for children in Louisiana in conjunction with the LA 4 Program - \$1 million; expansion of the CCD's ability to evaluate and conduct research of 11 parish-coordinated school health programs to statewide implementation - \$1 million; and general center operational support - \$1 million. | \$3,000,000 | \$3,000,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Increases funding for the Endowment for the Humanities. \$100,000 will be used to implement the web-based encyclopedia of Louisiana history and culture. The Endowment currently receives \$1,751,646 in SGF. | \$120,000 | \$120,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Provides funding for the Louisiana Postsecondary Education Secure Campus Program. These funds will be used to enhance campus security in 4 areas that campus officials have determined need attention in light of the Virginia Tech shootings. First, these funds will help address the need for a "rapid notification and communication system" that is being advertised for bid. This system is expected to cost between \$1 to \$4 per student and with approximately 180,000 students, the cost could range from \$200,000 to \$1 million. Second, these funds will be used to provide statewide security training for campus staff. Louisiana State Police will be providing some of the training but the colleges and universities need \$30,000 for travel expenses. Further, \$260,000 of these funds will be used to enhance the "Community Emergency Response Team" or CERT. Also, approximately \$300,000 will be used to conduct physical safety audits of an estimated 30 campuses. Finally, the balance of these funds will be used to correct deficiencies at the campuses. The source of funding is the Higher Education Initiatives Fund. | \$0 | \$2,500,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Provides funding for healthcare workforce development. | \$6,989,250 | \$6,989,250 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Provides funding for college nursing programs at Our Lady of Holy Cross College (\$1 million) and Louisiana College (\$2 million). | \$3,000,000 | \$3,000,000 | 0 | | | | | | | | | | |
| 19A - 671 | Higher Education | Board of Regents for Higher Education | Provides funding for Xavier University for the Washington Center for internships and academic seminars. | \$60,000 | \$60,000 | 0 | | | | | | | | | | |
| Major Enhancements for Higher Education | | | | \$174,762,357 | \$216,808,952 | 0 | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | | | | | | | | | | | | | | | | |
|--|-------------------------|-----------------------|---|--|--------------|-------------------------------|-----------|--------------------------|-----------|--|-----------|-----------------------|-------------|---|-------------|---------------------------------------|-------------|--|-------------|-------------|-------------|----|
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding and positions are provided for several issues related to High School Redesign (HSR). Funding in the amount of \$300,000 is provided for the HSR Committee to continue activities needed to assist the HSR Commission in making policy recommendations. The implementation phase of the HSR Commission will be a 3 to 5 year endeavor and will require oversight and assistance from the Department of Education. The following are initiatives of HSR and the amount of funding provided to implement the initiative:</p> <table border="0"> <tr> <td>Louisiana Educational Leadership Network</td> <td>\$336,000</td> </tr> <tr> <td>Advanced Placement Initiative</td> <td>\$500,000</td> </tr> <tr> <td>Comprehensive Curriculum</td> <td>\$500,000</td> </tr> <tr> <td>High School/Middle School Regional Staff Positions</td> <td>\$664,000</td> </tr> <tr> <td>End of Course Testing</td> <td>\$1,000,000</td> </tr> <tr> <td>Algebra 1 Tutoring for End of Course Test</td> <td>\$1,000,000</td> </tr> <tr> <td>Expansion of Louisiana Virtual School</td> <td>\$1,000,000</td> </tr> <tr> <td>Algebra 1 End of Course Test Teacher Support</td> <td>\$1,000,000</td> </tr> </table> <p>An additional \$392,500 was provided for High School Redesign activities by House Appropriations Committee amendment. These funds are carryforward funds from the current year that were budgeted in the Governor's Office.</p> | Louisiana Educational Leadership Network | \$336,000 | Advanced Placement Initiative | \$500,000 | Comprehensive Curriculum | \$500,000 | High School/Middle School Regional Staff Positions | \$664,000 | End of Course Testing | \$1,000,000 | Algebra 1 Tutoring for End of Course Test | \$1,000,000 | Expansion of Louisiana Virtual School | \$1,000,000 | Algebra 1 End of Course Test Teacher Support | \$1,000,000 | \$6,300,000 | \$6,692,500 | 17 |
| Louisiana Educational Leadership Network | \$336,000 | | | | | | | | | | | | | | | | | | | | | |
| Advanced Placement Initiative | \$500,000 | | | | | | | | | | | | | | | | | | | | | |
| Comprehensive Curriculum | \$500,000 | | | | | | | | | | | | | | | | | | | | | |
| High School/Middle School Regional Staff Positions | \$664,000 | | | | | | | | | | | | | | | | | | | | | |
| End of Course Testing | \$1,000,000 | | | | | | | | | | | | | | | | | | | | | |
| Algebra 1 Tutoring for End of Course Test | \$1,000,000 | | | | | | | | | | | | | | | | | | | | | |
| Expansion of Louisiana Virtual School | \$1,000,000 | | | | | | | | | | | | | | | | | | | | | |
| Algebra 1 End of Course Test Teacher Support | \$1,000,000 | | | | | | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding and positions are provided to administer and expand responsibilities of charter schools in the state. As a result of the creation of the Recovery School District the number of charter schools in the state has increased significantly, therefore, there is a need for increased support. \$223,999 and 3 positions were transferred from the Recovery School District. The total allocation for FY 08 is \$1,249,624 and 10 positions.</p> | \$428,062 | \$1,025,625 | 7 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding is provided to expand the administration of the LA4 Program. An additional \$30 million SGF has been provided for FY 08 for the program. The remaining \$28 million has been budgeted in Subgrantee Assistance to be allocated to the participating districts for an expansion of the program.</p> | \$1,909,273 | \$1,909,273 | 0 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Additional 8(g) budget authority is provided to be used for the LEAP project (\$2,100,000) and the Literacy Program (\$1,452,810). The funding for the LEAP project is due to the development of grade 4 English Language Arts and Mathematics diagnostic test items, and for the development of a minimum of one Algebra 1 end-of-course operational form. The funding for the Louisiana Literacy Program is for operational and professional services for 15 pilot sites to offer technical assistance and monitoring Louisiana Literacy Institute development.</p> | \$0 | \$3,552,810 | 0 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Federal TANF Funds are transferred from the Department of Social Services for a contract between LDOE and GED Testing Service, Inc. for administration of testing (scoring), and a contract to digitize microfilm of GED testing records from 1942 to 1999.</p> | \$0 | \$500,000 | 0 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding budgeted resulting from a contract with Ohio Board of Regents for the implementation of a research project/evaluation of the Jobs for America's Graduates Drop Out Recovery Program. Louisiana has been selected as one of 3 states to participate in this project funded by the U.S. Department of Labor. The funds will support statewide efforts for recovering drop-outs and providing work readiness instruction or GED preparation.</p> | \$0 | \$125,000 | 0 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Provide funding to support operational costs for the Regional Service Centers. The Regional Service Centers were formerly provided free or cost efficient space by universities and school districts, but now are paying high rates for facilities plus increased costs for utilities and janitorial support. Other costs such as printing, professional development materials and supplies, replacement of out-dated equipment have eaten away at their FY 07 level of state funding.</p> | \$720,000 | \$720,000 | 0 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding and 3 positions are provided for the administrative oversight of the Department.</p> | \$435,000 | \$435,000 | 3 | | | | | | | | | | | | | | | | |
| 19B - 678 | Elem. & Secondary Educ. | State Activities | <p>Funding and one position are provided for the Department to hire a health and physical education coordinator (Act 180 of the 2007 Regular Legislative Session).</p> | \$150,000 | \$150,000 | 1 | | | | | | | | | | | | | | | | |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | <p>SGF is provided for an expansion of the LA4 Program. A total of \$26.5 million was added for LA4 with \$1,429,455 being added to State Activities for administration of the funds. According to the FY 07 4th quarter performance indicators for this program, 10,376 students were served by the 6 hour instructional component of the program, and 3,422 students were served in the before and after school enrichment program (1,539 students in the 4 hour program attended during the regular school program and 1,883 attended the summer program-based on 6/30/07 data). This accounts for approximately 33.5% of at-risk preschool children served. The cost for the 6 hour instructional program is \$5,000 per student, and the cost for the before and after school enrichment program is \$1,125. The Department of Education anticipates approximately 4,400 additional students will attend the 6 hour portion, and approximately 1,300 additional students will attend the before and after program. The remaining funds are for potential obligations and additional expansions. With the additional funding the total amount budgeted for the LA4 program for FY 08 is \$83 million.</p> | \$25,070,545 | \$25,070,545 | 0 | | | | | | | | | | | | | | | | |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|-------------------------|-----------------------|---|-------------|--------------|--------------|
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Increase in the number of school psychologists eligible for the \$5,000 stipend for obtaining National Board Certification. The number of eligible school psychologists has increased by 12 to 180 eligible school psychologists. The total amount budgeted to provide the stipend to eligible school psychologists for FY 08 is \$900,000. | \$60,000 | \$60,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided from the Academic Improvement Fund for a pilot program that would provide laptops to 6th grade students. | \$0 | \$5,000,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for a new Type 2 Charter School, the Maxine Giardina School in Lafourche Parish. The school estimates a student enrollment of 100 per year. The per pupil amount in Lafourche Parish is \$7,073. The amount needed to fund 100 students is \$707,300 (\$7,030 * 100). Funding for this school will result in a total of 8 Type 2 Charter schools for FY 08. | \$707,300 | \$707,300 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for an additional 106 students in the Type 2 Charter Schools. The increases are in the Avoyelles Public Charter School, the International School of Louisiana, and Milestone SABIS Academy. The projected enrollment in all Type 2 Charter Schools for FY 08 is 4,196. Funding for Type 2 Charter Schools in FY 07 was \$25.2 million. With the addition of a new school in Lafourche Parish, the increase in student enrollment at current schools, and increased sections and grades, total funding for Type 2 Charter Schools for FY 08 is \$29,086,590. | \$704,412 | \$704,412 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided to expand the responsibilities of charter school activities in the state. The Federal Charter School Grant monies are to be used for charter school program design, initial implementation, and planning as well as evaluate the effects of charter schools, including their effects on students, staff, and parents. An entity that has been awarded funds for start-up costs shall receive such funding for a period not to exceed 36 months. | \$0 | \$8,940,222 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for High School Redesign activities. \$1.7 million will be used for grants to schools for a pilot program for school-wide redesign. An additional \$5 million will be used to help students recover lost credits and increase their potential for high school success. This service will enable students to attend Saturday classes, night school, or other support programs that will enable them to regain lost time due to excessive absences, or to repeat failed courses at a rapid pace. A House committee amendment provided \$476,000 from the Academic Improvement Fund for High School Redesign. These funds are carryforward funds from FY 07 that were budgeted in the Governor's Office. | \$6,700,000 | \$7,176,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for an initiative in the New Orleans area to work with New Leaders for Schools to increase the number of principals. New Leaders for New Schools provides programs that prepare candidates to become principals. | \$1,000,000 | \$1,000,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Increase in the number of teachers eligible for the \$5,000 stipend for obtaining National Board Certification. The number of eligible teachers has increased by 283 to 1,111 eligible teachers. The total amount budgeted to provide the stipend to eligible teachers for FY 08 is \$5,555,000. | \$1,415,000 | \$1,415,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the ODYSSEY Foundation for the Arts. | \$300,000 | \$300,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Calcasieu Association for Social Enrichment, Inc. | \$100,000 | \$100,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the School for a New Millennium, Inc. formerly known as the Children's Charter School. | \$80,000 | \$80,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for a partnership between the Richland Parish School System and the East Carroll Parish School System, for training costs associated with the creation of peer-support crisis-prevention program. | \$15,000 | \$15,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Urban Support Agency for after school tutorial summer enrichment programs. The activities will aim to strengthen the academic levels and cultural achievement of inner-city youth. In previous years the program has provided education enhancements to students as well as opportunities for social group interactions. | \$70,000 | \$70,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Shady Grove Baptist Church for after school tutorial and summer enrichment programs. The activities will aim to strengthen the academic levels and cultural achievement of inner-city youth. In previous years programs have provided instructional activities in the core subjects involving basic skills, tutoring in the areas of reading, math, high stakes test preparation, and homework activities. | \$30,000 | \$30,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for Focus on Youth, TBishopNeal Ministries. | \$25,000 | \$25,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Apex Community Development Corporation. | \$225,000 | \$225,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|-------------------------|----------------------------------|---|---------------|---------------|--------------|
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided to reimburse school systems for providing the \$5,000 salary supplement to certificated school social workers who receive the Certified School Social Work Specialist credential by the National Association of Social Workers per R.S. 17:421.10. This amount would provide funding for 300 school social workers. | \$1,500,000 | \$1,500,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the operation of year 1 for Arts in Education. | \$50,000 | \$50,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Advance Baton Rouge Charter School. | \$250,000 | \$250,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the L.W. Ruppel Elementary School in Marrero for the Even Start Family Literacy Program. | \$25,000 | \$25,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for Project PASS with the St. Landry Parish School System. | \$50,000 | \$50,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided for the Louisiana Initiative for Education (L.I.F.E.) for certified teachers. | \$75,000 | \$75,000 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Approximately \$10.7 million is provided from the Academic Improvement Fund for Jefferson, Cameron and the City of Bogalusa school systems. The funding provided to these districts represents a portion of the projected losses in total MFP funding between FY 07 and FY 08, which is intended to assist with recovery efforts. | \$0 | \$10,706,469 | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is provided in the MFP for a \$750 pay raise and the associated retirement for non-certificated personnel. A Senate committee amendment provided an additional \$250 and the associated retirement to bring the total pay raise to \$1,000. The \$367,863 is provided for in Subgrantee Assistance to provide the \$250 to OYD, LSVI, LSD, LSEC, LSMSA, NOCCA, SSD, and the nonpublic lunchroom employees. This funding will be transferred to the respective agencies to provide the total pay raise. | \$367,863 | \$367,863 | 0 |
| 19B - 682 | Elem. & Secondary Educ. | Recovery School District | Funding is provided for the administration of the Urban League of Greater New Orleans to provide informational services to parents with regard to student placement and school availability. | \$250,000 | \$250,000 | 0 |
| 19B - 695 | Elem. & Secondary Educ. | Minimum Foundation Program (MFP) | Funding in the amount of \$155,379,101 is provided for the normal growth of 2.75% in the MFP formula. This funding will allow for a continuation of the FY 07 Budget Letter and Resolution. An additional \$40 million was added by a House committee amendment, and an additional \$3,291,650 million was added by a Senate committee amendment. Note: There were BA-7s in February and April of 2007 to add \$38.9 million, and \$3.4 million to the MFP for additional students, resulting in an actual increase of \$152.7 million over FY 07 funding. | \$198,670,751 | \$198,670,751 | 0 |
| 19B - 695 | Elem. & Secondary Educ. | Minimum Foundation Program (MFP) | Funding is provided in the MFP for a pay increase of \$2,375 for certificated personnel. The pay raise amount is intended to bring the Louisiana average teacher salary in line with the projected Southern Regional Education Board average of \$45,275. The projected SREB average was accepted at the September meeting of the Education Estimating Conference. | \$156,382,315 | \$156,382,315 | 0 |
| 19B - 695 | Elem. & Secondary Educ. | Minimum Foundation Program (MFP) | Funding is provided in the MFP for a pay increase and the associated retirement for non-certificated personnel. The Executive Budget provided \$32,780,837 to give a \$750 pay raise. A Senate committee amendment provides an additional \$11,065,559 to bring to the total pay raise to \$1,000. | \$43,478,533 | \$43,478,533 | 0 |
| 19B - 697 | Elem. & Secondary Educ. | Non-public Education Assistance | Funding is provided for the administrative costs associated with the Required Services Program. Funding is for reimbursements to nonpublic schools for the costs incurred by each school in the preceding year for maintaining records, completing and filing reports, and providing education-related data. The percentage of requested expenditures reimbursed to the nonpublic schools will increase from 53.5% to 69.1% as a result of this increase in funding. | \$3,000,000 | \$3,000,000 | 0 |
| 19B - 697 | Elem. & Secondary Educ. | Non-public Education Assistance | Funding is provided in the MFP for a pay increase of \$750 and the associated retirement (8%) for approximately 1,135 lunch room workers in nonpublic schools. | \$919,350 | \$919,350 | 0 |
| 19B - 699 | Elem. & Secondary Educ. | Special School Districts | Funding is provided for a pay increase of \$2,375 for certificated personnel. The pay raise amount is intended to bring the Louisiana average teacher salary in line with the projected Southern Regional Education Board average of \$45,275. The projected SREB average was accepted at the September meeting of the Education Estimating Conference. | \$255,325 | \$282,464 | 0 |
| 19B - 699 | Elem. & Secondary Educ. | Special School Districts | Funding is provided in the MFP for a pay increase of \$750 and the associated retirement for non-certificated personnel. | \$42,162 | \$53,145 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|-------------------------|--|---|----------------------|----------------------|--------------|
| Major Enhancements for Elem. & Secondary Educ. | | | | \$451,760,891 | \$482,089,577 | 28 |
| 19D - 651 | Special Schools & Comm. | LA. School for Visually Impaired (LSVI) | This adjustment represents the proposed teacher pay raise which includes part-time instructors and non-certificated education support personnel. | \$110,099 | \$110,099 | 0 |
| 19D - 651 | Special Schools & Comm. | LA. School for Visually Impaired (LSVI) | Funding for 10 additional personnel - 4 security officers, 2 custodians, 2 commercially licensed drivers, accountant and an assistant for the Director of Business Management. The accounting and CDL positions are newly created positions at the agency while the remaining 8 positions were grant-funded Other Charges positions made permanent using SGF to replace the grant funding. | \$170,977 | \$170,977 | 10 |
| 19D - 651 | Special Schools & Comm. | LA. School for Visually Impaired (LSVI) | Provides IAT authority from the La. Department of Education for the ACE grant originally from the US Department of Education. | \$0 | \$190,000 | 0 |
| 19D - 653 | Special Schools & Comm. | LA. School for the Deaf (LSD) | This adjustment represents the proposed teacher pay raise which includes part-time instructors and non-certificated education support personnel. | \$449,708 | \$449,708 | 0 |
| 19D - 653 | Special Schools & Comm. | LA. School for the Deaf (LSD) | This adjustment reflects 10 additional positions in the agency to help the institution meet Department of Education mandates and an increased workload. The positions include 2 residential advisors, 2 bus drivers, 2 paraeducators, 2 maintenance repairer masters, IT support specialist and a security guard. Part-time positions include the addition of 8 student workers. | \$378,196 | \$378,196 | 10 |
| 19D - 655 | Special Schools & Comm. | LA. Special Education Center (LSEC) | This adjustment represents the proposed teacher pay raise which includes part-time instructors and non-certificated education support personnel. | \$104,367 | \$104,367 | 0 |
| 19D - 655 | Special Schools & Comm. | LA. Special Education Center (LSEC) | Provides IAT authority from the Department of Health and Hospitals to the Residential Services Program for the public provider fee increase. | \$0 | \$64,408 | 0 |
| 19D - 657 | Special Schools & Comm. | LA. School for Math, Science, and the Arts | This adjustment represents the proposed teacher pay raise which includes part-time instructors and non-certificated education support personnel. | \$427,042 | \$427,042 | 0 |
| 19D - 661 | Special Schools & Comm. | Office of Student Financial Assistance | Lumina grant - this competitive grant will be used to provide parents and students opportunities to meet with financial aid officers and discuss aid options before college starts at the "College Goal Sunday" gathering. | \$0 | \$75,000 | 0 |
| 19D - 661 | Special Schools & Comm. | Office of Student Financial Assistance | Scholarship program - Louisiana "GO Grant" which is the proposed need-based financial assistance program for low and moderate income students designed to improve college access for targeted populations and to reduce student loan debt. To be eligible for a "Go Grant" a person must be a Louisiana resident, admitted and enrolled as a certificate or degree-seeking undergraduate at a Louisiana public or private college or university and must either be a first-time freshman or aged 25 or older and not enrolled in a college or university in credit bearing courses for the last 3 years. The program is modeled after the Federal Pell Grant program and would grant full-time students \$2,000 per year and part-time students \$1,000 per year respectively. Eligibility determination is based on information reported in the Free Application for Federal Student Aid (FASFA) and takes into account Pell grant award amounts. The "Go Grant" may be awarded to students who also qualify for a Tuition Opportunity Program for Students (TOPS) award. The Board of Regents estimates, based on FY 04 pre-hurricane data, that initially 10,000 will be eligible. The cost of the program will continue to grow, less normal attrition from students quitting or failing to make required academic progress, for the next 4 years before reaching an annual cost of \$41 million. This cost projection assumes that poverty rates, high school graduation and college success rates as well as award amounts remain constant. | \$15,000,000 | \$15,000,000 | 0 |
| 19D - 661 | Special Schools & Comm. | Office of Student Financial Assistance | Provides IAT authority from the La. Board of Regents to the Scholarship/Grants Program to administer the Dual Enrollment Initiative. | \$0 | \$4,250,000 | 0 |
| 19D - 662 | Special Schools & Comm. | LA. Educational Television Authority | This adjustment reflects the amount needed to connect the Louisiana Educational Television Authority (LETA) main Baton Rouge station to the Louisiana Optical Network. Once operational, the network will allow the authority to transmit and receive data on a high speed network permitting live video footage to be sent back to the studio and televised from remote locations as well as providing backup emergency communications for the state. Since FY 05, the legislature has appropriated \$15.2 million for the design and construction of the network. | \$250,000 | \$250,000 | 0 |
| 19D - 662 | Special Schools & Comm. | LA. Educational Television Authority | Provides funding to the Broadcasting Program for the Historical Assets Digital Archive Project. | \$250,000 | \$250,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|-----------------------------------|--|---|---------------------|----------------------|--------------|
| 19D - 673 | Special Schools & Comm. | New Orleans Center for Creative Arts | This adjustment represents the proposed teacher pay raise which includes part-time instructors and non-certificated education support personnel. | \$148,457 | \$148,457 | 0 |
| 19D - 673 | Special Schools & Comm. | New Orleans Center for Creative Arts | Summer program restoration. Although this item is an enhancement from FY 06, it represents a restoration from cuts made in FY 05 after the hurricanes. The summer program helps the agency fulfill the statutory requirement to provide statewide arts education. | \$115,000 | \$115,000 | 0 |
| Major Enhancements for Special Schools & Comm. | | | | \$17,403,846 | \$21,983,254 | 20 |
| 19E - | LSU Health Care Services Division | | Provides SGF to LSU HCSD hospitals systemwide for non-allowable costs (primarily outpatient professional services) in the Uncompensated Care Program. This will increase the total SGF appropriation from \$69.4 million to \$79.9 million for FY 08. The increase is allocated to the hospitals as follows: \$6,212,958-Medical Center of Louisiana-New Orleans; \$1,186,083-Earl K. Long MC; \$590,741-Huey P. Long MC; \$773,544-University MC-Lafayette; \$435,939-W.O. Moss RMC; \$301,925-Lallie Kemp RMC; \$399,211-Washington-St. Tammany RMC; and \$639,121-Leonard J. Chabert MC. | \$10,539,522 | \$10,539,522 | 0 |
| 19E - | LSU Health Care Services Division | | Adjustment to Medicaid claims payments to reflect an anticipated workload increase throughout the HCSD system. The initial appropriation in HB-1 increased Medicaid claims payments throughout the HCSD system by \$50,612,209 from FY 07 existing budget, which HCSD indicated that projected collections were anticipated to exceed the initial appropriation for Medicaid claims payments by \$8,953,589 for FY 08. House Appropriations Committee added this amount, which should properly align the HCSD budgets to match projections. | \$0 | \$59,565,798 | 0 |
| 19E - | LSU Health Care Services Division | | Adjustment to Uncompensated Care Costs to reflect an anticipated workload increase throughout the HCSD system. The initial appropriation in HB-1 increased UCCs payments throughout the HCSD system by \$21,774,261 from FY 07 existing budget, which HCSD indicated that projected UCC earnings were anticipated to exceed the initial appropriation for UCC payments by \$36,469,876 for FY 08. House Appropriations Committee added this amount, which should properly align the HCSD budgets to match projections. The additional funding will be allocated as follows: 1) \$10,919,040 to maintain services throughout the system; 2) \$15,241,826 for psychiatric services at DePaul Hospital in New Orleans; and 3) \$10,309,010 for the continued operation of 20 detox beds and the mental health emergency room expansion at MCLNO. | \$0 | \$58,244,137 | 0 |
| 19E - | LSU Health Care Services Division | | Adjustment to Medicaid claims payments to provide funding for the operation of 10 mental health crisis beds at L. J. Chabert Medical Center. | \$0 | \$493,362 | 0 |
| 19E - | LSU Health Care Services Division | | Adjustment to UCC to provide funding for the operation of 10 mental health crisis beds at L. J. Chabert Medical Center. | \$0 | \$376,033 | 0 |
| Major Enhancements for LSU Health Care Services Division | | | | \$10,539,522 | \$129,218,852 | 0 |
| 20 - 451 | Other Requirements | Local Housing of State Adult Offenders | Increase to meet FY 08 needs based on a projection model by JFA Institute on 10/4/06; and attributed to continued housing of inmates as a result of Hurricane Katrina and the subsequent intake of arrestees from the Orleans Parish Prison. | \$33,818,583 | \$33,818,583 | 0 |
| 20 - 451 | Other Requirements | Local Housing of State Adult Offenders | Increase funding due to increase in the local housing per diem rate from \$22.39 per inmate per day to \$23.39 per inmate per day based on an average of 14,583 inmates housed per day. | \$5,337,436 | \$5,337,436 | 0 |
| 20 - 451 | Other Requirements | Local Housing of State Adult Offenders | Increase funding due to increase in the Work Release Program per diem of \$1 per inmate per day based on a daily average of 3,640 inmates participating in work release programs. The FY 07 per diem for work release is \$13.25 per inmate day for contract and private contract programs and \$17.39 for non-contract programs. | \$1,328,600 | \$1,328,600 | 0 |
| 20 - 906 | Other Requirements | District Attorneys / Assistant DA | Provides funding for the reenactment of R.S. 16:11(A)(1) via Act 790 (HB 1178) of 2006, relative to the annual salary of assistant district attorneys paid by the state. Effective 7/1/06, the annual salary of each of the assistant district attorney increased to \$35,000 per year and was funded via a contingent amendment during the 2006 Regular Legislative Session. Per Act 790, effective 7/1/07, the annual salary of assistant district attorneys will increase another \$5,000 per year up to \$40,000 per year. FY 08 Executive Budget provided \$3.5 million for the salary and related benefits increase. A House Appropriations Committee amendment reduced the funding necessary for the pay increase by \$1.4 million. The reduction was necessary to correct the amount needed to provide for employer retirement contributions. The Employer's share of retirement contributions is 0% effective 7/1/07. The Executive Budget recommendation provided for a retirement rate of 6% for the district attorneys and assistant district attorneys. | \$2,076,564 | \$2,076,564 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|---|---|-------------|--------------|--------------|
| 20 | - 906 | Other Requirements District Attorneys / Assistant DA | Funding due to the passage of Act 239 (HB 265) of the 2007 Regular Legislative Session. The legislation will increase the total number of statutorily authorized assistant district attorneys by 17 up to a total of 568. The effective date was 8/15/07; therefore, the FY 08 funding requirement will be for 22 pay periods instead of 26 pay periods. | \$583,440 | \$583,440 | 0 |
| 20 | - 924 | Other Requirements Video Draw Poker - Local Gov't Aid | Adjustment to Revenue Estimating Conference level. | \$0 | \$4,600,000 | 0 |
| 20 | - 929 | Other Requirements Patients Compensation Fund | Adjustment to reflect anticipated increase in the number of claims that will be settled in FY 08. | \$0 | \$15,000,000 | 0 |
| 20 | - 932 | Other Requirements 2% Fire Insurance Fund Distribution | Adjustment to Revenue Estimating Conference level. | \$0 | \$5,140,000 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Educational funding \$200,000 - University of Louisiana at Monroe for major repairs and equipment at athletic facility \$100,000 - Ed Foundation of Epsilon Psi Lambda Chapter of Alpha Phi Alpha Fraternity, Inc. \$90,000 - Opelousas library (\$30,000), Sunset library (\$30,000), and Washington library (\$30,000) \$85,000 - Vermillion Parish School Board for physical education \$75,000 - Treme Community Education Program \$60,000 - Sunrise Human Development Agency, Inc. \$51,000 - Construction of a new school for Evangeline Parish Community Action \$35,000 - Sabine Parish School Bd for High School, Zwolle High School, and Negreet High School \$35,000 - LaSalle High School \$25,000 - Church United for Community Development, repairs to Lowery Middle School \$20,000 - Dillard University for the Community Development Corp. \$20,000 - Academic Excellence Program in Eunice \$20,000 - Pentecost Baptist Church Educational Outreach (\$10,000); and Millennium Fund for tutoring/education support (\$10,000) \$10,415 - ULM Bookstore Workforce Development Board and Ouachita One Stop for books \$10,000 - Millennium Fund, for tutoring and educational support | \$826,415 | \$826,415 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Economic development funding \$1,000,000 - Greater New Orleans, Inc. for economic development and recruitment for storm recovery and rebuilding \$220,000 - Downtown Development District of the City of New Orleans \$230,000 - District 2 Enhancement Corporation \$150,000 - National Empowerment Coalition, Inc. \$75,000 - Avoyelles Parish Police Jury for the Avoyelles Parish Economic Development District \$75,000 - Alliance for Community Development \$75,000 - City of Central for economic development planning \$75,000 - City of Zachary for economic development planning \$75,000 - Livingston Parish for economic development planning \$50,000 - Central City Economic Opportunity Corp. \$25,000 - Citizens United for Economic Equity \$25,000 - Economic Freedom Association \$25,000 - Town of Lake Providence \$25,000 - Microenterprise Development Alliance of Louisiana \$15,000 - Richwood, economic development | \$2,140,000 | \$2,140,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | |
|------------------|--------------------|--------------------|-------------------------------------|--|--------------|--------------|---|
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for local fire departments: \$78,833 - Mansfield Fire Dept for a new service truck and equipment \$50,000 - Start-Girard Fire Protection District in Richland Parish \$50,000 - Hebert Fire District \$50,000 - Hillsdale Volunteer Fire Department \$40,030 - DeSoto Fire District 3 Stonewall, fire protection equipment \$36,000 - Matching federal funds for Melville fire fighting equipment and vehicle \$35,000 - Elizabeth fire truck \$30,000 - Terrebonne Parish Fire Districts 5, 6 and 7 for improvements to the joint fire training facilities \$25,000 - Bayou Vista Volunteer Fire Department for firefighting equipment \$22,500 - Fire departments for the villages of Albany, French Settlement, Port Vincent; towns of Killian, Springfield, Sorrento; communities of Maurepas, St. Amant, Galvez (\$2,500 each) \$20,000 - Cankton Volunteer Fire Department \$20,000 - Greensburg Volunteer Fire Department \$20,000 - North Helena Fire District | \$477,363 | \$477,363 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Health services funding \$225,000 - Rapides Primary Health Care Center \$175,000 - Primary Health Services Center \$150,000 - Rural Health of America \$130,000 - Community Opportunities of East Ascension for the day rehabilitation program \$100,000 - Epilepsy Foundation of LA \$50,000 - Christus Health West Central Louisiana \$50,000 - Donated Dental Services Program \$40,000 - Pointe Coupee Better Access Community Health \$25,000 - Northeast La. Sickle Cell Anemia Foundation \$25,000 - St. Thomas Health Center \$15,000 - Family Advisory and Neighborhood Services, Inc. for the Senior Citizen Wellness Program \$15,000 - Central Iberville Community Complex & Health Center, Inc. | \$1,000,000 | \$1,000,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Police funding: \$389,000 - Patterson Police Department for computer upgrades for the towns of Patterson, Berwick, Baldwin and Franklin \$190,000 - Town of Waterproof \$135,380 - DeSoto Parish Sheriff's Department for a new substation in Logansport and equipment \$125,000 - Town of Richwood Police Department \$120,000 - Jeanerette, police building \$110,000 - Ferriday Police Department \$100,000 - Natchitoches Parish Sheriff's Office operating expenses and acquisitions \$96,000 - City of New Roads police cars \$75,000 - Livingston Parish Sheriff's Office for rescue vehicle \$38,000 - Sunset Police Department, patrol units \$35,000 - Acadia Parish Sheriff's Office interoperability and equipment \$30,000 - Rayne, Police Department interoperability communications system and equipment \$25,000 - Assumption Parish Sheriff, emergency generator \$25,000 - Vermilion Parish Sheriff, interoperability communications system and equipment \$20,000 - Kaplan Police Department, interoperability communications system and equipment | \$1,513,380 | \$1,513,380 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Roads, sidewalks and drainage funding: \$400,000 - Jefferson Davis Parish to repair 9 closed bridges \$225,000 - St. Helena Parish Pumping Station Road, David Lee Road, and James Holmes Road \$200,000 - Pere River for road improvements to Hwy. 190 \$150,000 - City of Bogalusa, equipment for flood control and drainage \$100,000 - Golden Meadow, repair/acquisition of drainage pumps \$100,000 - Town of Franklinton for emergency bridge repairs \$95,000 - Town of Sibley for street overlay \$90,000 - DeRidder, Ball Road construction \$85,000 - Livingston, road repair \$50,000 - City of Ruston Martin Luther King Extension \$50,000 - Allen Parish, roads damaged by Hurricane Rita \$50,000 - Calcasieu Parish, Gravity Drainage District 6 \$50,000 - St. Helena Parish Police Jury, Beaver Run Road \$45,000 - Kinder, repairs to 4th and 9th streets \$35,000 - Town of Livonia infrastructure and improvements | \$1,725,000 | \$1,725,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | |
|------------------|--------------------|--------------------|-------------------------------------|---|--------------|--------------|---|
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for recreation and parks: \$380,000 - Evangeline Parish Recreational District for construction of recreation facility \$250,000 - Jefferson Parish for tourism promotion \$200,000 - Lake Charles Fitzenreiter Park \$150,000 - Acadiana Ballpark in Iberia Parish \$115,000 - N.O. Recreational Department \$100,000 - Breaux Bridge, Park Hardy Park improvements \$75,000 - City of DeRidder, recreational facility at City Park \$75,000 - St. Mary Parish for improvements to Kemper Williams Park \$75,000 - Daniel Park for equipment \$75,000 - Livingston Outdoor Sports Association \$65,000 - Allen Parish Tourist Commission for Leatherwood Museum operating expenses \$60,000 - Livingston, parks and recreation \$50,000 - Audubon Zoo \$50,000 - N. O. Parkway and Parks Commission for beautification and restoration projects \$50,000 - Town of Franklinton for the Washington Parish Fair Association \$40,000 - City of Mansfield for recreational equipment for City Park | \$1,810,000 | \$1,810,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for water systems: \$100,000 - Sikes water system in Winn Parish \$25,000 - Town of Zwolle for home sewer line connections \$50,000 - Slaughter water system \$50,000 - Lake Arthur water well \$50,000 - Midway Water Works, system and line repairs \$50,000 - Sarepta Water Works, system and line repairs \$40,000 - Wheeling water system, new tank \$35,000 - Mangham water system rehabilitation \$12,500 - Springfield for water treatment plant | \$412,500 | \$412,500 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding to the New Orleans Police Department for school buses, recruiting efforts, vans, mobile command units, armored vehicles, bulletproof vests, patrol cars and bonuses for lateral officers hired from other states. | \$0 | \$6,640,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding to New Orleans from the 2004 Overcollections Funds to be expended in the same manner as monies received by the city pursuant to Act 641 of the 2006 Regular Legislative Session (Revenue Sharing). | \$0 | \$4,171,899 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding to St. Bernard Parish, payable out of 2004 Overcollections Fund, to be expended in the same manner as monies received by the parish pursuant to Act 641 of the 2006 Regular Legislative Session (Revenue Sharing). | \$0 | \$666,322 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding to Plaquemines Parish, 2004 Overcollections Fund to be expended in the same manner as monies received by the parish pursuant to Act. 641 of the 2006 Regular Legislative Session (Revenue Sharing). | \$0 | \$155,603 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding to Cameron Parish, 2004 Overcollections Fund to be expended in the same manner as monies received by the parish pursuant to Act 641 of the 2006 Regular Legislative Session (Revenue Sharing). | \$0 | \$22,847 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Out of the 2004 Overcollections Fund to be distributed as follows: \$1,125,000 pursuant to the formula provided in R.S. 47:843(E) (3 cents distribution formula), and \$1,875,000 distributed pursuant to the formula provided in R.S. 47:868-869 (8 cents distribution formula) | \$0 | \$3,000,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for local fire departments: \$10,000 - Bayou Goula Volunteer Fire Department \$10,000 - Bayou Pigeon Volunteer Fire Department \$10,000 - Bayou Sorrel Volunteer Fire Department \$10,000 - Ethel Volunteer Fire Department \$10,000 - Mcmanus Fire Department \$10,000 - Slaughter Volunteer Fire Department \$10,000 - Livingston Parish Fire District #11 \$10,000 - Rayne Fire District No. 9 \$10,000 - Abbeville Fire Department \$10,000 - East Iberville Volunteer Fire Association \$10,000 - Kaplan Fire Department \$10,000 - Maringouin Volunteer Fire Department | \$145,000 | \$145,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | |
|------------------|--------------------|--------------------|-------------------------------------|---|--------------|--------------|---|
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for local fire departments: \$10,000 - White Castle Volunteer Fire Department \$8,000 - Maurice Fire Department \$7,500 - Vernon Parish Police Jury, Pitkin Volunteer Fire Department \$5,000 - Allen Parish Fire Protection District No. 3 for equipment. \$5,000 - Branch Fire District No. 6 \$5,000 - Eunice Fire District No. 4 \$5,000 - Church Point Fire District No. 10 \$5,000 - Lions Point Fire District No. 8 \$5,000 - Richard Fire District No. 1 \$5,000 - District 13 Volunteer Fire Department \$5,000 - Duson Volunteer Fire Department \$5,000 - Indian Bayou Volunteer Fire Department \$5,000 - Klondike Volunteer Fire Department \$5,000 - LeLeux Volunteer Fire Department \$5,000 - Little Chapel Volunteer Fire Department | \$85,500 | \$85,500 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Police funding: \$190,000 - Red River Parish 911 Commission \$30,000 - Baton Rouge City Constable's Office \$25,000 - Village of Oak Ridge for public safety vehicle and equipment \$20,000 - Town of Springhill for public safety equipment \$20,000 - Town of Helfin for public safety equipment \$20,000 - Town of Cullen for public safety equipment \$16,000 - Montgomery, Town of \$10,000 - Scott, Police Department interoperability communications system and equipment \$10,000 - Erath Police Department, equipment \$10,000 - Maurice, emergency equipment and interoperability communications system and law enforcement equipment \$8,000 - Jackson Police Department \$5,000 - Carcenro, police emergency preparedness/K-9 vehicle \$5,000 - Church Point, city police equipment \$5,000 - Claiborne Parish \$5,000 - Town of Delcambre Police Department | \$379,000 | \$379,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Roads, sidewalks and drainage funding: \$35,000 - Vernon Parish Police Jury, Ward 5 streets and roads \$35,000 - Bearuregard Police Jury for bypass linking Hwy 171 South to Hwy 171 North \$30,000 - Kaplan, drainage, street and sewerage improvements \$25,000 - Calcasieu Parish Ward 1 Drainage District for Little Indian Bayou \$25,000 - Cheneyville for roadway, sidewalk and drainage improvements \$25,000 - Forest Hill for roadway, sidewalk and drainage improvements \$25,000 - Glenmora for roadway, sidewalk and drainage improvements \$25,000 - Jefferson Parish, match for left turn storage land & median crossover on La. 45 (Barataria Boulevard) \$25,000 - Duson, sewerage and drainage \$20,000 - Denham Springs Range Road corridor \$20,000 - Albany road equipment \$20,000 - Franklin Parish Police Jury, Calloway Road improvements \$20,000 - Tickfaw, sewer repairs \$15,000 - Carcenro, sewerage or drainage improvement \$8,000 - Elton, repair of Bel Oil Bridge | \$353,000 | \$353,000 | 0 |
| 20 | - 945 | Other Requirements | Misc. State Aid - Local Entities | Funding for recreation and parks: \$230,000 - Vernon Parish Police Jury for the Burr Ferry Recreation Park and park in Rosepine area \$75,000 - New Orleans Jazz Orchestra \$50,000 - Jefferson Sports and Scholastics Foundation \$35,000 - Rayne, park and recreation \$30,000 - Beauregard Touist Commission, match for federal and state grants \$30,000 - Merryville Heritage Festival for a covered pavilion \$25,000 - Gonzales Jambalaya Park \$25,000 - Mansura basketball court \$25,000 - Town of Killian for construction of youth athletic baseball fields \$20,000 - Church Point, security and park lights at north and South Parks \$20,000 - Maurice community park infrastructure \$20,000 - Tensas Parish Police Jury Recreation District \$15,000 - Abbeville Parks and Recreation Department, Delcambre Field \$10,000 - Beauregard Parish Covered Arena Authority \$10,000 - Children of the Village Foundation for the Positive Image Entertainment Program | \$620,000 | \$620,000 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

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|------------------|--------------------|---|--|--------------|--------------|--------------|
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Provides \$15,000 each to the following entities: town of Arcadia for operational support; village of Dry Prong; town of Erath for public works facility/emergency center; Flora Community Center in Natchitoches for operational support; Friendship Community Benefit Center to purchase a walk-in cooler; town of Gibsland for operational support; Hope Ministry of Pointe Coupee, Inc.; Istrouma Area Council, Boy Scouts of America; Lower Ninth Ward Neighborhood Council, Inc.; MuttShack Animal Rescue Foundation for domestic animal transportation contract for emergency drill participation; SMILE Community Action in Lafayette; and Tab-N-Action (Boy Scouts of Ouachita Parish). Provides \$20,000 each to the following entities: Abundance Life Baptist Church; New Life Center in Opelousas; Shreveport Christain Church; St. Paul CGIC; The Olive Branch Ministries, Inc.; city of Springhill for the Main Street Program; town of Jackson for facility improvements; and town of Walker for a master plan study. Provides \$25,000 each to the following entities: city of Bunkie for renovation to Johns Field; CASA, New Orleans; Daughters of Promise; town of Elizabeth; Friends of the Algiers Courthouse for the Carriage House; Girls and Boys Town of New Orleans, Inc.; city of Grambling for operational support; village of Grand Cane for renovation to village hall; community of Lydia for a veterans monument; Mary Queen of Vietnam; Pinebelt Multipurpose Agency; Pointe Coupee Enrichment Center, Inc.; town of Reeves for hurricane preparedness equipment; and village of Simsboro for operational support. | \$690,000 | \$690,000 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Provides \$100,000 to the following entities: Cameron Parish for public improvements; Center for Traditional Louisiana Boat Bldg.; Desire Community Housing Corporation; Israelite Baptist Church in Crowley for youth programs; Louisiana Center for Law and Civil Education; McKinley High School Alumni Association; New Way Center; Pontilly Association; Rebuilding Our Community; Stonewall Baptist Church of Bossier City; Tangipahoa Parish for Port Manchac; Tangipahoa Parish Council; city of Westwego for Historic Sala Ave; and Tri-District Boys and Girls Family Development Center. Provides \$150,000 to the following entities: Caddo Parish Juvenile Court for the Family Drug Court; Delta Regional Community Development Initiative; and Volunteers of America of Greater New Orleans, Inc. Provides \$200,000 to the following entities: Columb Foundation, Inc.; Dryades YMCA; Friends of NORD, Inc.; Northshore Harbor Center District; and town of Welsh. Provides \$300,000 to the following entities; Dryades Young Men's Christian Association and Serving People District 40. | \$3,250,000 | \$3,250,000 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Provides funding to the following entities: Washington Parish Council (\$120,000); Caddo Parish Commission for the STAR Boot Camp (\$125,000); city of Denham Springs for renovation of city hall (\$125,000); Uptown Community Redevelopment, Inc. (\$125,000) St. Peter Claver Church in New Orleans (\$130,000); Kids Coups-EMF, Inc. (\$140,000); Rapides Parish Coliseum (\$159,000); Save Our Sons and Daughters (\$160,000); Healing Hearts for Community Development (\$250,000); Greater New Orleans YMCA (275,000) St. Mary Parish for grass cutting equipment (\$364,000) and Louisiana Center Against Poverty (\$500,000). | \$2,473,000 | \$2,473,000 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Funding for recreation and parks (continued): \$100,000 - Westwego, Sala Avenue Performing Arts Center \$75,000 - Zachary Museum \$33,000 - Sarepta, Town of metal building and picnic table \$25,000 - South Mansfield, Village of renovations to village park \$25,000 - NE La. Children's Museum \$10,000 - Winnsboro Gund Club, Southern Nationals \$10,000 - East Carroll Parish, match Wallop-Breaux funding for boat ramp \$5,000 - Hungarian Settlement Association Museum \$5,000 - Elizabeth Town of Centennial Festival | \$288,000 | \$288,000 | 0 |
| 20 | - 945 | Other Requirements Misc. State Aid - Local Entities | Funding for local fire departments: \$5,000 - Bayou Blue Fire Departments in Lafourche & Terrebone parishes for designing and planning a new central fire station \$5,000 - Scott Volunteer Fire Department for emergency and interoperability equipment \$5,000 - St. James Parish for fire equipment | \$145,000 | \$145,000 | 0 |
| 20 | - 966 | Other Requirements Supplemental Pay to Law Enforcement | CONTINGENCY - Contingent upon the passage of the constitutional amendment (Act 485 of 2007 Regular Legislative Session) to be on the October 20, 2007 ballot. Funding represents an increase in the per month payment of supplemental pay per recipient from \$300 to \$425 per month. The \$28.2 million is broken down as follows: Sheriff \$11,850,000, Municipal Police \$9,037,500, Firefighters \$7,395,000. The increase is based upon the projected number of participants in FY 08, which are: Sheriff 7,900, Municipal Police 6,025 and Firefighters 4,930. This adjustment changes the per month supplemental pay from \$300 to \$425. | \$28,282,500 | \$28,282,500 | 0 |
| 20 | - 966 | Other Requirements Supplemental Pay to Law Enforcement | CONTINGENCY - Contingent upon the passage of the constitutional amendment (Act 485 of 2007 Regular Legislative Session) to be on the October 20, 2007 ballot. Provides supplemental pay to 44 commissioned law enforcement officers of the Port of New Orleans and 10 fireboat personnel of the Port of New Orleans. These individuals will receive \$125 per month supplemental pay increase. | \$275,400 | \$275,400 | 0 |

Major Enhancements In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> | |
|--|--------------------|--------------------|-------------------------------------|--|------------------------|--------------|---|
| 20 | - 966 | Other Requirements | Supplemental Pay to Law Enforcement | Provides funding for supplemental pay to bridge, harbor police and fireboat commissioned officers who are not state employees (Act 281 of 2007 Regular Legislative Session). The Greater New Orleans Expressway Commission employs 30 commissioned officers to patrol the Huey P. Long Bridge and the Lake Pontchartrain Causeway. These individuals will receive \$125 per month supplemental pay increase. | \$153,000 | \$153,000 | 0 |
| 20 | - 966 | Other Requirements | Supplemental Pay to Law Enforcement | CONTINGENCY - Supplemental pay for a full-time tribal law enforcement officer with the Tunica-Biloxi tribe (Act 281 of 2007 Regular Legislative Session). | \$5,100 | \$5,100 | 0 |
| 20 | - 966 | Other Requirements | Supplemental Pay to Law Enforcement | Funding provides for a \$25 per month per individual (\$300 per year) for Constables and Justices of the Peace supplemental payments, which increases the per month payment from \$75 per month to \$100 per month. R. S. 13:2591 provides for the monthly supplemental payment in no event to exceed \$100 per month, provided funds are available and appropriated by the legislature. | \$237,000 | \$237,000 | 0 |
| Major Enhancements for Other Requirements | | | | \$90,430,781 | \$129,827,452 | 0 | |
| MAJOR Enhancements of 2007 | | | | \$1,126,747,545 | \$2,374,576,030 | 1,662 | |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|------------------|--------------------|--|---|----------------|----------------|--------------|
| 01 - 100 | Executive | Executive Office | Reduction of funding for special legislative project- Community Awareness Revitalization and Enhancement Corporation. Appropriation for FY 08 is \$130,000 in Schedule 20-945. | (\$70,000) | (\$70,000) | 0 |
| 01 - 100 | Executive | Executive Office | Reduction of funding for special legislative project- HAMPCO, Inc. Funding is reduced from \$500,000 in FY 07 to \$350,000 in FY 08. | (\$150,000) | (\$150,000) | 0 |
| 01 - 100 | Executive | Executive Office | Non-recur funding for special legislative project- New Orleans Computer Access Project (NOCAP). | (\$200,000) | (\$200,000) | 0 |
| 01 - 100 | Executive | Executive Office | Reduction of funding for special legislative project- Newcorp, Inc. Appropriation for FY 08 is \$100,000 in Schedule 20-945. | (\$100,000) | (\$100,000) | 0 |
| 01 - 100 | Executive | Executive Office | Reduction of funding for special legislative project- RIZ UP! LA. Appropriation for FY 07 was \$150,000. Appropriated level for FY 08 is \$100,000 in Schedule 20-945. | (\$50,000) | (\$50,000) | 0 |
| 01 - 107 | Executive | Division of Administration | Non-recur funding for special legislative project- Community Outreach Opportunity Program, Inc. | (\$42,000) | (\$42,000) | 0 |
| 01 - 107 | Executive | Division of Administration | Non-recur funding for special legislative project- Evangeline Community Action, Inc. | (\$32,000) | (\$32,000) | 0 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Non-recur funding for special legislative project- purchase of a generator for Village of Dry Prong. | (\$26,875) | (\$26,875) | 0 |
| 01 - 111 | Executive | Office of Homeland Security and Emergency Prep | Reduction of funding due to 10% federal match exemption. | (\$166,691) | (\$6,711,991) | 0 |
| 01 - 112 | Executive | Department of Military Affairs | Non-recur funding for special legislative project- Recovery One for Our Youth. | (\$100,000) | (\$100,000) | 0 |
| 01 - 112 | Executive | Department of Military Affairs | Non-recur funding from the State Emergency Response Fund used in FY 07 for the deployment of the La. National Guard to New Orleans to assist with law enforcement efforts during FY 07. | (\$13,530,629) | (\$13,530,629) | 0 |
| 01 - 129 | Executive | LA. Commission on Law Enforcement | Non-recur funding for special legislative project- New Orleans Foundation, Inc. | (\$40,000) | (\$40,000) | 0 |
| 01 - 129 | Executive | LA. Commission on Law Enforcement | Non-recur funding for special legislative project- Town of Grand Coteau. | (\$15,000) | (\$15,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Grandparents Resource Center of Louisiana. | (\$5,000) | (\$5,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Council on Aging- Clinton. | (\$75,000) | (\$75,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Council on Aging- Concordia. | (\$50,000) | (\$50,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Council on Aging- Northeast. | (\$32,500) | (\$32,500) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Council on Aging- Jackson Parish | (\$15,000) | (\$15,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Council on Aging- Lincoln Parish for the Dubach Senior Center | (\$25,000) | (\$25,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Annunciation Senior Citizen's Home | (\$50,000) | (\$50,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Gordon Plaza Senior Citizens Center | (\$50,000) | (\$50,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Pete Sanchez Senior Center | (\$50,000) | (\$50,000) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|------------------------|----------------------------------|---|-----------------------|-----------------------|--------------|
| 01 - 133 | Executive | Office of Elderly Affairs | Non-recur funding for special legislative project- Senior Centers Program for the Carrollton Community Economic Development Corporation. | (\$100,000) | (\$100,000) | 0 |
| 01 - 133 | Executive | Office of Elderly Affairs | Non recur-funding for special legislative project- Ward One Senior Center | (\$25,000) | (\$25,000) | 0 |
| Major Reductions for Executive | | | | (\$15,000,695) | (\$21,545,995) | 0 |
| 04b - 141 | Justice | Office of Attorney General | Non-recur \$10,000 for the Northeast La. Martinet Legal Society. | (\$10,000) | (\$10,000) | 0 |
| 04b - 141 | Justice | Office of Attorney General | Reduced funding for the Capital Area Legal Services from \$305,000 to \$250,000. | (\$55,000) | (\$55,000) | 0 |
| Major Reductions for Justice | | | | (\$65,000) | (\$65,000) | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Non-recur Interagency Transfer (IAT) funding from an approved JCLB BA-7 (November 2006) for pet evacuation services. The BA-7 budgeted \$1.4 million IAT in order for the Department to accept these funds from the Division of Administration (DOA) via the State Emergency Response Fund (SERF). In November 2006, the JLCB appropriated \$5,082,779 in SERF funding to the DOA for various activities related to emergency preparedness. The Department of Agriculture received \$1,422,328 of the \$5,082,779 budgeted within the DOA for the pet evacuation project. The expenditures for these funds are for purchases associated with storing and transferring pets and supplies in the event of a natural disaster. The supplies have been kept at the following locations: Woodworth, LA Complex, Haughton, LA Facility and the Monroe, LA Facility. The supplies purchased are: metal cages, cat litter, rubber gloves, rubbermaid hoppers, fans, paper food bowls, litter boxes, extension cords, dog leashes, electrical cords, first aid kits, plastic ties, spray paint, plastic bottles, food containers, air circulators, water hoses, etc. | \$0 | (\$1,422,328) | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Non-recur funding for the Northwest Wild Turkey Federation for Outdoor events for the disabled. | (\$20,000) | (\$20,000) | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Non-recur funding for the Louisiana Agriculture Finance Authority and expenditures associated with tree planting and other native plants due to the losses sustained from hurricanes Katrina and Rita. Means of financing impacted is the Louisiana Agricultural Finance Authority Fund. Per R.S. 3:277, the fund shall be utilized for expenditures associated with funding or securing revenue bonds, exclusively for meeting needs of the Boll Weevil Eradication program and other agricultural, agronomic, horticultural, silvicultural or aquacultural, industrial or economic development programs. | \$0 | (\$500,000) | 0 |
| 04f - 160 | Agriculture & Forestry | Office of Agriculture & Forestry | Non-recur funding for the Concordia Animal Welfare and Rescue Shelter. | (\$50,000) | (\$50,000) | 0 |
| Major Reductions for Agriculture & Forestry | | | | (\$70,000) | (\$1,992,328) | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Reductions in funding for the following special Legislative projects: Berean Eco. & Community Corporation - \$25,000, Centerpoint for the Consumer Assistance Program - \$25,000, Center for Business Research at LSU-Shreveport - \$50,000, City of Central - \$100,000, City of DeRidder Economic Development Efforts - \$90,000, City of Rayville - \$15,000, District 2 Community Enhancement Corp - \$245,000, District 2 Community Enhancement Corp/Lower Ninth Ward - \$75,000, Farmerville Civic Center - \$50,000, Hopkins Street Economic Development District - \$40,000, Lamar Dixon Expo Center - \$65,000, Micro Business Enterprise of Ascension - \$10,000, Monroe Downtown Development District - \$50,000, Town of Many - \$12,000, Youth Entrepreneurship Training Program and Market Place - \$100,000, and the Consortium for Education, Research & Tech. of N LA (CERT) - \$50,000. | (\$1,002,000) | (\$1,002,000) | 0 |
| 05 - 252 | Economic Development | Office of Business Development | Funds for the Consortium for Education Research and Technology of North Louisiana. | (\$50,000) | (\$50,000) | 0 |
| Major Reductions for Economic Development | | | | (\$1,052,000) | (\$1,052,000) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|-------------------------------|--------------------------------|--|----------------------|-----------------------|--------------|
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Funds provided for the Louisiana Tourism Marketing Program to promote state tourism. The source of funding is the Community Development Block Grant received via IAT from the Office of Community Development in DOA. \$402,500 was used for administrative costs and \$28.5 million was distributed to sub-recipients who provided tourism marketing activities for the state and hurricane affected areas. | \$0 | (\$28,902,500) | 0 |
| 06 - 261 | Culture, Recreation & Tourism | Office of Secretary | Non-recurring special legislative projects - City Park of New Orleans. | (\$1,200,000) | (\$1,200,000) | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Non-recurring FEMA funding. In the aftermath of Hurricane Katrina, high wind and wind-driven rain caused failure of the raised seam copper roof and roof mounted vents for the Heating, Ventilation and Air Conditioning (HVAC) equipment on the Old US Mint Building. Rain entered and soaked a portion of the building interior and damaged parts of the collection. This appropriation covered the relocation, storage, stabilization, and return of the documents and artifacts to the Old US Mint Building. These FEMA reimbursement funds allowed only for stabilization to prevent further deterioration, but not restoration, of damaged items in the collection. | \$0 | (\$1,101,689) | 0 |
| 06 - 263 | Culture, Recreation & Tourism | Office of State Museum | Non-recurring special legislative projects - Wedell-Williams Memorial Aviation Museum (\$150,000), and Vatican Mosaic Exhibit (\$500,000). | (\$650,000) | (\$650,000) | 0 |
| 06 - 264 | Culture, Recreation & Tourism | Office of State Parks | Non-recurring special legislative projects - Stonewall Community Park (\$30,000) and the parks in the city of Kenner (\$200,000). | (\$230,000) | (\$230,000) | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Non-recurring apportionment of Hurricane Disaster Relief Grants under P.L. 109-234. \$12.5 million was awarded to the State of Louisiana's Historic Preservation Office for a 4 year program to provide expedited archaeological site reviews and to provide individual grants to owners of historic properties damaged in hurricanes Katrina and Rita. \$11.8 million was awarded in FY 07. | \$0 | (\$11,782,319) | 0 |
| 06 - 265 | Culture, Recreation & Tourism | Office of Cultural Development | Non-recurring funding for special legislative projects - St. Joseph Arts Inc. (\$90,000), historical markers in Peason (\$2,000), Monroe Symphony League (\$10,000), Evangeline culture documentary (\$35,000), DeSoto Parish Historical Society (\$10,000), Winnsboro Mainstreet (\$50,000), DeSoto Parish Police Jury (\$35,000), town of Ruston (\$50,000), Grand Cane for the Back Alley Theatre (\$15,000). | (\$297,000) | (\$297,000) | 0 |
| 06 - 267 | Culture, Recreation & Tourism | Office of Tourism | Non-recurring special legislative projects - Louisiana State Fair Youth Program (\$50,000), village of Florien (\$5,000), Independence Bowl (\$34,160), New Orleans Bowl (\$35,217), Tensas Reunion (\$25,000), Audubon Institute (\$50,000), Louisiana Leadership Institute (\$125,000), and Youth Inner City Fishing Institute and Eco-Tourism Program (\$75,000). | (\$399,377) | (\$399,377) | 0 |
| Major Reductions for Culture, Recreation & Tourism | | | | (\$2,776,377) | (\$44,562,885) | 0 |
| 07 - | Transportation & Development | | The Department of Transportation and Development's table of organization (T.O.) is reduced by 94 positions to a total of 4,892 for FY 08. DOTD had a total of approximately 5,200 positions in FY 05 with a goal of reducing that number to 4,800 by December 2007. | \$0 | (\$7,806,927) | (94) |
| 07 - 273 | Transportation & Development | Administration | Reduction of funding for the Lafayette Metropolitan Expressway Commission. Funding in FY 07 was \$250,000 | (\$125,000) | (\$125,000) | 0 |
| Major Reductions for Transportation & Development | | | | (\$125,000) | (\$7,931,927) | (94) |
| 08B - 418 | Public Safety | Office of Management & Finance | Non-recur Interagency Transfer (IAT) funding, original source from the State Emergency Response Fund (SERF), associated with the local government implementation of the State Uniform Building Code. In FY 07, \$11.4 million from the U.S. Department of Housing and Urban Development (HUD) was granted to the Division of Administration-Disaster Recovery Unit (DRU) for building code issues. Of this \$11.4, \$6.8 has been budgeted through BA-7 within the agency. According to the DRU, once the \$6.8 million is spent, an analysis among the organizations will determine the best way to spend the remaining \$4.6 million. | \$0 | (\$6,863,883) | 0 |
| 08B - 419 | Public Safety | Office of State Police | State Police Public Retirement Systems' Actuarial Committee (PRSAC) adopted retirement rate in FY 07 was 70.3%, while the PRSAC adopted rate for FY 08 is 26.2%. The means of financing impacted are SGR (\$3,321,208), Riverboat Gaming Enforcement Fund (\$21,259,876) and the Tobacco Healthcare Fund (\$74,224). | \$0 | (\$24,655,308) | 0 |
| 08B - 419 | Public Safety | Office of State Police | Non-recur funding for expenditures associated with Governor requested 60 State Troopers being stationed in the New Orleans area. The JLCB appropriated the \$1.9 million in Interagency Transfer (IAT) (original source-State Emergency Response Fund) for expenditures for the rest of calendar year 06. In November 2006, the JLCB appropriated \$5,082,779 in SERF funding to the DOA for various activities related to emergency preparedness and State Police received \$1.9 for expenditures associated with the State Troopers being stationed in the New Orleans area. In March 07, an additional \$2.3 million was appropriated within State Police to keep the State Troopers in New Orleans until the end of FY 07. | \$0 | (\$1,899,945) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|--------------------|---|---|--------------------|-----------------------|--------------|
| 08B - 419 | Public Safety | Office of State Police | During the 2006 Regular Legislative Session, an amendment for \$1.3 million Statutory Dedication-Riverboat Gaming Fund was added to State Police's budget in order for State Police to IAT funds to the Training Academy due to the projected shortfall in SGR for FY 07. Based upon collection projections for FY 08 for the Training Academy, mainly due to the scheduled opening of the Joint Emergency Services Training Center (JESTC) Business Center, SGR is projected to increase. Therefore the \$1.3 million in Riverboat Gaming funds added in State Police's budget in FY 07 has been non-recurred and no longer needed to IAT to the Training Academy. | \$0 | (\$1,300,000) | 0 |
| 08B - 422 | Public Safety | Office of State Fire Marshal | Non-recur funding for the following: \$100,000 City of Baker Fire Department, \$60,000 Desoto Parish Fire District 2, DeSoto Parish Fire District 9 and \$75,000 South Second Ward Fire Station. | (\$235,000) | (\$235,000) | 0 |
| Major Reductions for Public Safety | | | | (\$235,000) | (\$34,954,136) | 0 |
| 09 - 300 | Health & Hospitals | Jefferson Parish Human Services Authority | Reduction in Title 19 (Medicaid) funds received from Medical Vendor Payments to reflect the decrease in services provided to Medicaid eligible clients as a result of Hurricane Katrina. For FY 07, the JPSHA was budgeted \$1,893,847 for Medicaid claims payments, but projects collections of \$976,533 for such claims. This reduction properly aligns the FY 08 appropriation for Medicaid claims to match projections for the year. | \$0 | (\$917,314) | 0 |
| 09 - 301 | Health & Hospitals | Florida Parishes Human Services Authority | Reduce the funding from the Social Services Block Grant (SSBG) for hurricane recovery from \$5,299,065 in FY 07 to \$901,659 in FY 08. The SSBG program ends on September 30, 2007. The funds provide for behavioral health services for mental health (\$757,377), and addictive disorder (\$144,282) needs. This is a net adjustment for the replacement of SSBG funding through an enhancement of \$1.7 million Statutory Dedications from the Health Care Redesign Fund. The FPSHA indicates that the funding is sufficient to maintain FY 07 service levels except crisis mental health services currently provided through contracts with Lallie Kemp Medical Center and Bogalusa Medical Center. The FPSHA estimates that an additional \$1.6 million in total funding will be needed to renew these contracts in FY 08. | \$0 | (\$2,675,923) | 0 |
| 09 - 302 | Health & Hospitals | Capital Area Human Services District | Reduce the funding from the Social Services Block Grant (SSBG) for hurricane recovery from \$9,911,861 in FY 07 to \$1,257,810 in FY 08. The SSBG program ends on September 30, 2007. The funds provide for behavioral health services for mental health (\$975,677), developmental disabilities (\$63,338) and addictive disorder (\$218,795) needs. This is a net adjustment for the replacement of SSBG funding through an enhancement of \$4.7 million (Statutory Dedications from the Health Care Redesign Fund) that will allow CAHSD to continue to provide services at the FY 07 level. | \$0 | (\$3,933,046) | 0 |
| 09 - 302 | Health & Hospitals | Capital Area Human Services District | Reduction in Title 19 (Medicaid) funds received from Medical Vendor Payments to reflect the decrease in services provided to Medicaid eligible clients as a result of Hurricane Katrina. For FY 07, the CAHSD was budgeted \$2,509,233 for Medicaid claims payments, but projects collections of \$2,275,000 for such claims. This reduction properly aligns the FY 08 appropriation for Medicaid claims to match projections for the year. | \$0 | (\$234,233) | 0 |
| 09 - 304 | Health & Hospitals | Metropolitan Human Services District | Non-recur excess IAT expenditure authority from the one-time gambling program revenue. | \$0 | (\$600,686) | 0 |
| 09 - 304 | Health & Hospitals | Metropolitan Human Services District | Reduce the funding from the Social Services Block Grant (SSBG) for hurricane recovery from \$17,524,783 in FY 07 to \$1,618,192 in FY 08 (-\$238,450 is included in the non-recurring acquisitions category). The SSBG program ends on September 30, 2007. The funds provide for behavioral health services for mental health (\$1,112,877), developmental disabilities (\$100,000) and addictive disorder (\$405,315) needs. This is a net adjustment for the replacement of SSBG funding through an enhancement of \$1.4 million (Statutory Dedications from the Health Care Redesign Fund) that will allow the MHSD to only fund adult programs in FY 08. The MHSD indicates that additional funding of \$1.3 million will be needed to continue provision of children's services. | \$0 | (\$14,261,262) | 0 |
| 09 - 304 | Health & Hospitals | Metropolitan Human Services District | Reduction in Title 19 (Medicaid) funds received from Medical Vendor Payments to reflect the decrease in services provided to Medicaid eligible clients as a result of Hurricane Katrina. | \$0 | (\$1,261,945) | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | Decrease in federal award for the HIV/AIDS Program in FY 08. At the time of budget development, the agency estimated that federal dollars would be reduced by approximately \$2.5 million dollars. This reduction will cause a corresponding decrease of 380 patients served. | \$0 | (\$2,590,252) | 0 |
| 09 - 326 | Health & Hospitals | Office of Public Health | Decrease of federal award for the Women, Infants, and Children (WIC) program in FY 08. This reduction is based on a lower number of participants served since Katrina. | \$0 | (\$11,225,282) | 0 |
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Reduce the funding from the Social Services Block Grant (SSBG) for hurricane recovery from \$5,577,179 in FY 07 to \$1,354,652 in FY 08. The SSBG program ends on September 30, 2007. Of the SSBG funds provided to OAD, \$138,000 were used to pay the salary and related benefits for the OAD Medical Director in FY 07, and will be allocated out of the SGF appropriation for FY 08. | \$0 | (\$138,000) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|--------------------|--------------------------------|---|--------------------|-----------------------|--------------|
| 09 - 351 | Health & Hospitals | Office for Addictive Disorders | Reduce the funding from the Social Services Block Grant (SSBG) for hurricane recovery from \$5,577,179 in FY 07 to \$1,354,652 in FY 08. The SSBG program ends on September 30, 2007. The funds provide for behavioral health services for addictive disorder needs, including substance abuse treatment and prevention. OAD indicates that a portion of the SSBG funds (\$2.4 million) have been replaced with statutory dedications from the Health Care Redesign Fund (<u>See Enhancements for details</u>). This funding will allow OAD to maintain service levels in FY 08 that are similar to those for FY 07. | \$0 | (\$4,092,527) | 0 |
| Major Reductions for Health & Hospitals | | | | \$0 | (\$41,930,470) | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjusts non-recur funding to reflect the FY 08 TANF budget allocation. | \$0 | (\$16,200,000) | 0 |
| 10 - 355 | Social Services | Office of Family Support | This adjusts non-recur funding allotted through the TANF Emergency and Response Act of 2005. In FY 07, the agency received a \$32 million federal grant to assist states in recovery efforts after the disaster of Hurricane Katrina. The agency contracted with Louisiana Family Recovery Corps (LFRC) to provide these services. The remaining \$15,140,779 is reflected in the agency's base budget. The deadline to expend the remaining funds is September 30, 2007. In the event that LFRC cannot expend the remaining funds before the deadline, the funds will revert back to DSS. The agency anticipates that any unexpended funds can be distributed as cash payments to TANF recipients. | \$0 | (\$16,859,221) | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjusts non-recur funding for Volunteers for Youth Justice (\$50,000), Boys and Girls Club of Ruston (\$25,000), Capital High School Alumni Foundation (\$250,000), Methodist Home for Children (\$15,000), and Society for the Advancement of African American Males (\$55,000). | (\$395,000) | (\$395,000) | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjusts non-recur funding for the pilot project "No Wrong Door". No Wrong Door was initiated through Act 88 of the 2005 Regular Legislative Session. The legislation required DSS to begin the process of developing and implementing an integrated case management model for delivery of social services and other services to clients. IAT was SGF (\$178,995) and Federal funds (\$218,772) received from the Office of Family Support. | \$0 | (\$397,767) | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjusts non-recur IAT funding received from the State Emergency Response Fund (SERF) in the Office of the Secretary (\$2,382,952), the Office of Family Support (\$169,936), the Office of Community Services (\$92,306), and the Office of Louisiana Rehabilitative Services (\$92,411). These funds were used to reimburse the agency for operational expenditures related to emergency preparedness duties performed since July 1, 2006. The specific expenditures included employee salaries that could not be paid with federal funds, travel, and shelter supplies. | \$0 | (\$2,737,605) | 0 |
| 10 - 357 | Social Services | Office of Secretary | This adjusts non-recur funding received from the State Emergency Response Fund (SERF). The funding was used for emergency Critical Transportation Needs Shelters. | \$0 | (\$286,500) | 0 |
| 10 - 374 | Social Services | LA. Rehabilitation Services | This adjusts non-recur funding for the 22nd Judicial Court contract. | \$0 | (\$439,545) | 0 |
| Major Reductions for Social Services | | | | (\$395,000) | (\$37,315,638) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|--|-----------------------|------------------------------------|--|--------------------|-----------------------|--------------|
| 11 - 432 | Natural Resources | Office of Conservation | Non-recur funding for the Office of Conservation Interagency Transfer from DHH Public Health Division to the Office of Conservation. This was one-time funding for location and inspection of registered water wells in the hurricane area. | \$0 | (\$1,000,000) | 0 |
| Major Reductions for Natural Resources | | | | \$0 | (\$1,000,000) | 0 |
| 13 - 852 | Environmental Quality | Office of Environmental Services | Non-recurring adjustment to delete IAT of FEMA monies to cleanup cars, boats, and trailers damaged and abandoned as a result of hurricanes Katrina and Rita. | \$0 | (\$62,645,115) | 0 |
| 13 - 853 | Environmental Quality | Office of Environmental Assessment | Non-recur federal grant from the Environmental Protection Agency that was used for the Home Energy Rebate Option (HERO) Program (BA-7 approved by JLCB in October 2006). | \$0 | (\$200,000) | 0 |
| 13 - 855 | Environmental Quality | Office of Management & Finance | Non-recur funding for 2 Environmental Protection Agency grants to implement an Environmental Information Exchange Network that allows data to be exchanged electronically on a monthly basis. The Capacity Building Grant and Cooperative Agreement for States and Tribes will allow data cleanup on current system to compare to federal system (BA-7 approved by JLCB in November 2006). | \$0 | (\$509,029) | 0 |
| 13 - 855 | Environmental Quality | Office of Management & Finance | Non-recur federal grant from the Environmental Protection Agency that was used to develop an Environmental Results Program for the oil and gas production sector (BA-7 approved by JLCB in September 2006). | \$0 | (\$250,000) | 0 |
| Major Reductions for Environmental Quality | | | | \$0 | (\$63,604,144) | 0 |
| 14 - 474 | Labor | Office of Workforce Development | Elimination of funding for the Game Workforce Initiative. | (\$25,000) | (\$25,000) | 0 |
| Major Reductions for Labor | | | | (\$25,000) | (\$25,000) | 0 |
| 16 - 512 | Wildlife & Fisheries | Office of The Secretary | Funding provided by the federal NOAA, Joint Enforcement Agreement for enforcement patrol activities, offshore, nearshore, and dockside. Agreement ended June 30, 2006. | \$0 | (\$1,320,008) | 0 |
| 16 - 512 | Wildlife & Fisheries | Office of The Secretary | Reduction to the federal grants, LA Shrimp Industry Disaster Assistance and LA Oyster Rehabilitation and Promotion. The grant period on these grants was 08/01/03 - 01/31/07. The anticipated balance remaining on these grants for FY 08 is a total of \$175,000. This adjustment is backing out \$920,000 of the total \$1,100,000 budget for these grants. In addition, the Vibrio Education grant has ended. This adjustment eliminated the entire amount budgeted of \$30,000. | \$0 | (\$950,000) | 0 |
| 16 - 514 | Wildlife & Fisheries | Office of Fisheries | Funding provided from National Marine Fisheries Service. The total grant amount is \$53 million to be awarded over 5 years. A total of \$16.1 million was awarded in FY 07 and this amount is being decreased to \$14,950,250 for FY 08. This federal grant provides for the restoration of LA fisheries damaged by the catastrophic storms of 2005 by reseeding, rehabilitating, and restoring oyster reefs, rehabilitating oyster bed and shrimp grounds, and conducting cooperative research to monitor the recovery of Gulf Fisheries. | \$0 | (\$1,150,167) | 0 |
| 16 - 514 | Wildlife & Fisheries | Office of Fisheries | Eliminates IAT funding received from DNR for Coastal Impact Assistance Program. | \$0 | (\$1,795,304) | 0 |
| 16 - 514 | Wildlife & Fisheries | Office of Fisheries | Funding for aquatic weed control projects completed this fiscal year: Bayou Roberts (\$90,000) and Toledo Bend (\$150,000). | (\$240,000) | (\$240,000) | 0 |
| Major Reductions for Wildlife & Fisheries | | | | (\$240,000) | (\$5,455,479) | 0 |

Major Reductions In FY 08 Compared To FY 07 Budget

| <u>SCHEDULE:</u> | <u>DEPARTMENT:</u> | <u>AGENCY:</u> | <u>EXPLANATION:</u> | <u>SGF</u> | <u>TOTAL</u> | <u>T. O.</u> |
|---|-------------------------|--|---|----------------------|------------------------|--------------|
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Funding is reduced from the Professional Improvement Program due to an estimated reduction in the number of teachers participating in the program. The actual numbers of teachers participating will not be finalized until the fourth quarter of FY 07. The total amount budgeted for FY 08 is \$13.8 million. | (\$1,386,250) | (\$1,386,250) | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | A portion of funding that was provided for the FY 07 teacher pay raise (\$318,050) and support worker pay raise (\$295,700) is reduced. A total of \$1.7 million was budgeted in Subgrantee Assistance to provide for both the teacher and support worker pay raises for FY 07; however, due to updated projections these amounts are not needed to provide the full raises. | (\$613,750) | (\$613,750) | 0 |
| 19B - 681 | Elem. & Secondary Educ. | Subgrantee Assistance | Reduction of one-time funding from the Academic Improvement Fund in the Classroom Technology Program. | \$0 | (\$2,000,000) | 0 |
| 19B - 682 | Elem. & Secondary Educ. | Recovery School District | Funding is reduced from the Academic Improvement Fund. \$10 million was provided in FY 07 to aid the loss of local revenues and upgrades to the building codes in Orleans Parish. | \$0 | (\$1,500,000) | 0 |
| Major Reductions for Elem. & Secondary Educ. | | | | (\$2,000,000) | (\$5,500,000) | 0 |
| 19D - 661 | Special Schools & Comm. | Office of Student Financial Assistance | TOPS funding reduction. This adjustment was made to more accurately reflect the number of students earning and accepting TOPS awards and provides full funding for all anticipated awards. For FY 08, the program is budgeted at \$118.4 million to cover approximately 42,000 awards. The program funding requirements are expected to remain relatively constant until tuition or the number of high school graduates increase. | (\$1,369,475) | (\$1,369,475) | 0 |
| Major Reductions for Special Schools & Comm. | | | | (\$1,369,475) | (\$1,369,475) | 0 |
| 20 - 923 | Other Requirements | Corrections Debt Service | Reduces Statutory Dedication (2004 Overcollections Fund) funding because the first payment on the bonds being used to purchase the Steve Hoyle Rehab Center in Tallulah is not due until after July 1, 2008. | \$0 | (\$2,454,627) | 0 |
| 20 - 945 | Other Requirements | Misc. State Aid - Local Entities | Non-recurriing special legislative projects. | (\$5,313,581) | (\$5,660,478) | |
| 20 - XXX | Other Requirements | Miscellaneous | Non-recurring funding for Vernon Parish Legislative Community Improvement Fd. | (\$210,000) | (\$210,000) | 0 |
| 20 - XXX | Other Requirements | Miscellaneous | Non-recurring funding for the additional property excess commercial insurance premiums for FY 07. | (\$34,005) | (\$74,913) | 0 |
| 20 - XXX | Other Requirements | Miscellaneous | Non-recurring funding for DNA testing post-conviction relief for indigents. | (\$30,000) | (\$30,000) | 0 |
| Major Reductions for Other Requirements | | | | (\$5,587,586) | (\$8,430,018) | 0 |
| MAJOR Reductions of 2007 | | | | -\$28,941,133 | (\$276,734,495) | (94) |

Louisiana Legislative Fiscal Office

Section III

BUDGETARY OVERVIEWS

Fiscal Year 2007-2008

FY 08 REVENUE OUTLOOK

Sales taxes and personal income taxes are particularly dependent on the pace of recovery after hurricanes Katrina and Rita, and combined, make up over 50% of State tax revenue. Mineral revenue will be subject to the volatility of these commodity prices, especially oil prices, and having already attained the maximum balance of the Budget Stabilization Fund, this volatility is transferred directly to the state general fund. Corporate tax receipts are also influenced by mineral prices, as well as other factors such as U.S. economic strength and international currency exchange rates. While caution is still advised as to the sustainability of collections in the post-Katrina/Rita environment, State revenue collections were considerably better than expected in FY 07. This performance makes it likely that base forecasts for FY 08 and possibly subsequent periods will be increased later in the year, although tax reductions enacted in the 2007 regular session will dampen these likely increases

Sales taxes surged in FY 06 (17.2%) as many citizens from south Louisiana replaced much of their possessions that were lost or damaged by hurricanes Katrina and Rita. In addition, large numbers of relief workers came into the state, spending for their own food, lodging, and entertainment, and cleanup, repair, and reconstruction got underway with purchases of materials and supplies. As the stock of lost possessions was largely replaced, relief worker populations dissipated, and reconstruction activity settled into a slower long-run pace, sales tax growth slowed in FY 07 (4.2%). It is noteworthy that FY 07 exhibited positive growth after following such a strong FY 06. While growth has slowed and some months of FY 06 were actually negative growth months, the year finished stronger than expected and July'07 receipts were the second largest in history. Sustaining sales tax growth into the future depends largely on the pace of recovery activity, the continuing strength of which is difficult to predict with a high degree of certainty. The current official forecast of May 22, 2007 assumes 2% sales tax growth during FY 08, and tax exemptions passed in regular session reduce sales taxes in FY 08 and beyond by relatively small amounts. Thus, should July's strong performance continue into subsequent months, upward revisions to the forecast later in the year are possible.

Personal income taxes surged in FY 07 (29.7%) after lackluster growth during the storm year of FY 06 (4.6%). In FY 06, positive growth was achieved through strong withholdings (11.3% growth) from relief and reconstruction workers, even as payments with returns (12.1% drop), declarations (7.5% drop), and fiduciary liabilities (18.6% drop) were deferred. The surge in FY07 has occurred primarily in these three collection categories as taxpayers caught up on prior year deferred liabilities. While withholding growth settled at a more normal rate of 6.2% in FY 07, all three of the other collection categories exhibited very strong growth; 107.5% for payments, 70.7% for declarations, and 295.7% for fiduciary liabilities (albeit a small part of aggregate income tax collections). However, clearly more than just deferral catch-up is occurring as low unemployment, higher numbers of resident and nonresident filings (especially in the last quarter of the fiscal year), and wage premiums in the post-storm environment contributed to much stronger income tax performance than was expected. In addition, taxpayers took only some \$40 million of \$239 million worth of tax credits associated with Citizens Insurance assessments levied on 2005 and 2006 premiums. This full exposure was anticipated against FY 07 tax collections, but only 17% was realized.

While this kind of growth is not sustainable and some portion of this performance is one-time catch-up, it seems likely that some of this performance reflects a permanent or sustainable higher base of income. With the current forecast for FY 08 actually lower than the FY 07 forecast and especially the FY 07 finish, it is likely that the base forecast will be revised upward later in the year. However, significant tax reductions were passed in the regular session that will negate some of this gain to the forecast in FY 08, and especially in subsequent periods (for example the phase-in to 100% excess itemized deduction, a new state earned income tax credit, and a one-time 7% credit for residential property insurance premiums).

Corporate tax receipts were also strong in FY 07, finishing the fourth consecutive year of growth (the last three with double-digit growth) and contributing substantially to the FY 07 surplus. Four years of rising oil prices and falling exchange rates have resulted in increasing corporate profits for the energy sector and industrial exporters that dominate corporate tax payments in the state. The volatility of the underlying tax base and its dependence on oil prices makes it difficult to assess likely future performance with much certainty, but even modest future growth from this elevated base will add to subsequent revenue forecasts.

Mineral revenue was another strong spot for FY 07, finishing with 24.6% growth over a flat FY 06 when storm-induced price spikes were offset by storm-induced production shut-ins. With production back to its pre-storms path within a year of the storms, FY 07 benefited from energy price strength all year (especially oil prices). While not a large contributor to the FY 07 surplus, some upward revision to the FY08 forecast is likely here, as well, due to continual strong and rising oil prices. The FY 08 forecast incorporates a \$58.17/bbl oil price while prices this fiscal year to-date have averaged around \$70/bbl and very current market prices have exceeded \$80/bbl. Even with some moderation in these current prices it seems likely that the forecast oil price estimate for FY 08 will have to be raised. Some of an offset to this will likely occur in the natural gas component of mineral revenue though, as the FY 08 gas price forecast of \$7.21/mmbtu may have to be lowered. On net though, it currently appears that FY 08 mineral revenue forecasts will also be increased. Of special relevance here is the fact that the Budget Stabilization Fund is filled to its maximum balance. Thus, variation in mineral revenue directly affects the state general fund. While these affects have been positive in the current oil price environment, these variations can be large and can occur rapidly. Any downward movement in prices will reduce revenue available to the state general fund, as well. With the current price forecast so far below current prices, some downward movement in prices will have no affect on the current forecast. However, should that forecast be revised upward, the risk of price weakening affecting the state budget increases. In recognition of these risks, the Revenue Estimating Conference typically adopts price forecasts below the current prevailing prices, and is likely to retain that practice even if it adopts higher prices than its current baseline.

Fiscal Impact of Legislative Measures

HB 612, HB 615, HB 765, HB 774 and HB 953 of the 2007 Regular Legislative Session all play a role in crafting the FY 08 budget. Below is a bill summary of these legislative measures and the various fiscal impacts upon the FY 07 and FY 08 budget. Also included within this bill summary are the appropriations and projected ending FY 08 fund balances for the FEMA Reimbursement Fund, the 2004 Overcollections Fund and the State Emergency Response Fund (SERF).

HB 612 (Act 196):

Act 196 of the 2007 Regular Legislative Session provides for the creation of the Tobacco Settlement Enforcement Fund, keeps the 2004 Overcollections Fund permanently in existence and allows funds within the FEMA Reimbursement Fund to be used to provide bridge funding to the Department of Education in anticipation of reimbursement from the federal government. Bridge funding is to be utilized solely for expenses incurred or to be incurred as a result of hurricanes Katrina and Rita.

Language within this Act requires the state treasurer to transfer from the state general fund \$400,000 to the Tobacco Settlement Enforcement Fund. This fund will be subject to annual appropriation in which monies in the fund shall be used and expended by the Department of Justice to be utilized solely and exclusively for the purposes of enforcement of the Tobacco Master Settlement (R.S. 39:99.3). Included within the FY 08 budget, Act 18, is a contingent line item amendment in the amount of \$400,000 Tobacco Settlement Enforcement Fund within the Department of Justice's budget. This \$400,000 has been included within the agencies FY 08 appropriations letter, therefore no in-house BA-7 will be necessary due to this legislative measure being signed before the appropriation letter was sent to the Department of Justice (DOJ).

Act 196 also repeals R.S. 39:100.31(C), which is the provision within the State Emergency Response Fund (SERF) that requires up to \$50 million of FY 07 ending fund balance to be transferred to the Louisiana Citizens Property Insurance Corporation (LACPIC). This act also repeals similar language within Act 642 of the 2006 Regular Session. Therefore, \$50 million will not reduce the SERF remaining FY 08 fund balance of approximately \$90.6 million due to the language within this act.

Also included within the FY 07 budget for the Recovery School District is \$33.5 million appropriation from the State Emergency Response Fund (SERF). However, in HB 953 of the 2007 Regular Legislative Session is a means of financing substitution moving this \$33.5 million from SERF to the FEMA Reimbursement Fund contingent upon the passage of HB 612 now Act 196. Therefore, this means of financing substitution has taken place to due to the passage of this legislation.

NOTE: According to the Treasury, as of August 15, 2007 there is a fund balance in the amount of \$15,546,373 within the FEMA Reimbursement Fund. To the extent that no additional appropriations are made from the FEMA Reimbursement Fund within FY 08 and all currently budgeted expenditures are expended in FY 08, the projected ending FY 08 fund balance for this fund will be approximately \$9.3 million. There is currently \$6,242,901 FEMA Reimbursement Fund budgeted to the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP). Of the \$6,242,901 currently budgeted within GOHSEP, \$1,926,474 is from a Joint Legislative Committee on the Budget (JLCB) approved carry forward BA-7 – August 14, 2007 meeting.

State Emergency Response Fund (SERF):

The State Emergency Response Fund (SERF), R.S. 39:100.31, was created during the 2006 Regular Legislative Session via HB 1208. The fund's beginning balance included two FY 06 state general fund deposits in the amount of \$150 million and \$7,961,907. In FY 06 via the supplemental appropriations bill (HB 1208), various state agencies were budgeted \$18,713,196

from the SERF and spent \$18,463,178 or 99% of the funding budgeted in FY 06. Therefore the ending FY 06 fund balance for the SERF is \$139,498,729.

After various revenue adjustments (interest income), the beginning FY 07 balance of the SERF was \$144,574,047. In FY 07, the SERF had budgeted expenditures of \$69,858,657 and the various agencies with SERF budget authority spent \$53,980,829 or 77% of total amount of funding budgeted. However, agencies carried forward into FY 08 approximately \$8.7 million of SERF or 55% of unspent FY 07 SERF budgeted. As of August 14, 2007, the last JLCB meeting, there is \$39,958,170 of SERF budgeted in FY 08. This budgeted SERF funding is as follows: \$3,545,586 – Governor’s Office of Homeland Security and Emergency Preparedness, \$2,567,085 – Governor’s Office, \$642,442 – Department of Transportation and Development, \$5,454,402 – Department of Public Safety, \$25,198,655 – Division of Administration, \$1,750,000 – Military, \$800,000 – Union Church Road in Franklin Parish (within Act 28 – Capital Outlay). According to the State Treasury, the fund balance of SERF as of August 15, 2007 is \$90,593,218. To the extent that no additional appropriations are made from the SERF within FY 08 and all currently budgeted expenditures from SERF are completely expended in FY 08, the projected fund balance for SERF at the end of FY 08 will be approximately \$50.6 million.

NOTE: The passage of HB 612 (Act 196) negates \$50.0 million being transferred from SERF to Louisiana Citizens Property Insurance Corporation.

HB 615 (Act 208):

Act 208 of the 2007 Regular Legislative Session provides for various deposits into specific statutory dedications within the State Treasury. Included within HB 615 are \$200 million of FY 06 SGF recognized surplus deposited into various funds, \$772,270,036 of FY 07 SGF receipts deposited into various funds and \$12,946,585 of monies from various funds deposited into the SGF for expenditure in FY 08. Below is a listing by fiscal year of SGF transfer for deposit into the following special treasury funds.

Transfers \$200,000,000 from SGF deposits from FY 06 surplus for deposit into the Coastal Protection and Restoration Fund. Based upon language presented within the enrolled bill, this transfer is effective upon the signature of the governor, or in FY 07.

Transfers monies from SGF deposits from FY 07 receipts for deposit into the following funds:

| | |
|--|----------------------|
| FEMA Reimbursement Fund | \$4,316,427 |
| 2004 Overcollections Fund | \$13,628,242 |
| Interoperability Communications Fund | \$11,468,930 |
| Louisiana Economic Development Fund | \$8,329,848 |
| Youthful Offender Management Fund | \$5,343,302 |
| Criminal Identification Fund | \$10,148,719 |
| Medical Assistance Trust Fund | \$414,257,191 |
| Healthcare Redesign Fund | \$120,228,927 |
| Environmental Trust Fund | \$8,557,287 |
| Waste Tire Management Fund | \$3,544,348 |
| Higher Education Initiatives Fund | \$42,192,585 |
| Academic Improvement Fund | \$29,311,448 |
| Utility and Carrier Inspections/Supervision Fund | \$322,712 |
| Motor Carrier Regulation Fund | \$2,145 |
| Economic/Rate and Hearing Exam Supplemental Fee Fund | \$27,608 |
| Telephonic Solicitation Relief Fund | \$13,817 |
| Insure Louisiana Incentive Program Fund | \$100,000,000 |
| Poverty Point Reservoir | \$576,500 |
| 2004 Overcollections Fund-Quality Educators Program | \$1,000,000 |
| *Incentive Fund | <u>(\$1,000,000)</u> |
| TOTAL | \$772,270,036 |

*Based upon language presented within the enrolled bill, these transfers are effective upon the signature of the governor, or in FY 07. Also included within this bill is a transfer of \$1.0 million from the Incentive Fund to be deposited and credited to the state general fund effective upon governor's signature or within FY 07.

Transfers monies from various statutory dedications to be deposited and credited to the state general fund effective July 1, 2007 or within FY 08.

| | |
|---------------------------------------|-----------------------|
| Higher Education Initiatives Fund | (\$9,946,585) |
| Incentive Fund | <u>(\$3,000,000)</u> |
| TOTAL to be deposited into SGF | (\$12,946,585) |

*Also included within this section of the bill is language that directs the treasurer to transfer \$15.0 million of FY 08 SGF into the Unclaimed Property Leverage Fund in the event that neither HB 321 nor HB 531 of the 2007 Regular Session of the Legislature is enacted into law. HB 531 has become Act 320 and this requirement is no longer valid due to the passage of this bill. The Revenue Estimating Conference (REC) in its latest revenue projection has accounted for the state general fund reduction of \$15.0 million due to the deposit into the Unclaimed Property Leverage Fund. Therefore the SGF will receive \$12.9 million in deposits only from the Higher Education Initiatives Fund and the Incentive Fund effective July 1, 2007.

HB 615 also impacted other various statutory dedications. Below is a listing of those various impacts:

- Louisiana Economic and Port Development Fund (Steel Mill Fund) – transfers \$150 million from this fund into the 2004 Overcollections Fund and \$150 million from this fund into the newly created Louisiana Mega-Project Development Fund. Also, R.S. 39:100.36(D) is repealed, which is language pertaining to the Louisiana Economic and Port Development Fund.
- FEMA Reimbursement Fund – transfers \$380 million of monies that had been appropriated to this fund to the 2004 Overcollections Fund.

2004 Overcollections Fund:

Appropriated amount from this fund in FY 08 is \$104.7 million. HB 615 (Act 208) of the 2007 Regular Legislative Session deposits \$544,628,242 into the 2004 Overcollections Fund (R.S. 39:100.21), which was created during the 2004 Regular Legislative Session by Act 585. Of the \$544.6 million deposited, \$14,628,242 is SGF, \$150 million is from the Louisiana Economic and Port Development Fund (Steel Mill Fund) and \$380 million is from the FEMA Reimbursement Fund. Of the \$544.6 million in deposited funding, \$438.9 million has been appropriated in FY 07 via the supplemental appropriations bills, HB 765 and HB 953, and \$104,728,242 has been appropriated in FY 08 via HB 1. The various spending allocations for the 2004 Overcollections Fund in FY 07 and FY 08 are below.

FY 07 2004 Overcollections Fund Appropriations:

The allocation of this statutory dedication as contained in the supplemental bills, HB 765 and HB 953 is as follows:

| | |
|----------------------------|----------------------|
| Division of Administration | \$372,500,000 |
| Capital Outlay | \$74,500,000 |
| Division of Administration | (\$6,000,000) |
| Economic Development | <u>(\$2,100,000)</u> |
| TOTAL | \$438,900,000 |

The major items funded with the \$438.9 million within the 2004 Overcollections Fund in FY 07

are: \$67 million to the Community Development Block Grant Program for the Road Home Program, \$305.5 million from the return of state funds paid into the registry of the court for state FEMA match which has been forgiven by Congress, \$74.5 million for the planning, land acquisition and construction of the new Medical Center in New Orleans. The reductions of \$6 million and \$2.1 million are contained within HB 953, as these expenditures will not take place in FY 07.

NOTE: The \$372.5 million 2004 Overcollections Fund appropriated to the Division of Administration for The Road Home Program via HB 765 has been carried forward into FY 08 through a JCLB approved carry forward BA-7 (August 14, 2007 – JLCB).

FY 08 2004 Overcollections Fund Appropriations:

The allocation of this statutory dedication as contained in HB 1, Act 18, in FY 08 is as follows:

| | |
|--|----------------------|
| Division of Administration | \$19,654,527 |
| Homeland Security and Emergency Preparedness | \$300,000 |
| Military Affairs | \$2,105,000 |
| Secretary of State | \$3,266,637 |
| Economic Development | \$2,100,000 |
| Culture, Recreation and Tourism | \$4,471,461 |
| State Police | \$2,386,708 |
| Office of Student Financial Assistance | \$1,500,000 |
| Corrections Debt Service | \$5,987,238 |
| State Aid to Local Government | \$24,656,671 |
| Capital Outlay | \$38,300,000 |
| TOTAL | \$104,728,242 |

The major specific items funded with the \$104.7 million within the 2004 Overcollections Fund in FY 07-08 are: \$16.1 million for the Enterprise Resource Planning System, \$2.1 million for the Bulk Rice Mill, \$1.9 million for the Sugar Bowl, \$2.3 million for Mobile Data Transports for state trooper vehicles, \$6.64 million for the City of New Orleans Police Department, \$22,847 for Cameron Parish, \$155,603 for Plaquemines Parish, \$666,322 for St. Bernard Parish and \$10 million for the Louisiana Family Recovery Corporation. The \$38.3 million budgeted within Capital Outlay, Act 28 of the 07 Regular Legislative Session, are: \$3.3 million – Phase II Improvements for the Louisiana Superdome, \$10.0 million for the Economic Development Award Program for Infrastructure Assistance, \$15.0 million for the planning and construction of an LSU Computer Facility, and \$ 10.0 million for the land acquisition, planning and construction for industrial development within the City of Bunkie.

Based upon the deposits of \$544.6 million into this fund, appropriations of \$438.9 million in FY 07 and appropriations of \$104.7 million in FY 08, there is approximately \$1.0 million of the \$544.6 million not appropriated in FY 07 or FY 08. However, based upon language contained within HB 615, this \$1.0 million is earmarked for the Department of Education (DOE) – Subgrantee Assistance - Quality Educators Program. These monies have not been appropriated in FY 07 or FY 08 and a BA-7 or a supplemental appropriation in FY 08 will be required if the DOE plans to spend these monies in FY 08.

According to the Treasury, the beginning FY 07 fund balance for the 2004 Overcollections Fund was \$12,910,437. After fund deposits as a result of HB 615 of \$544,628,242 and FY 07 actual expenditures of \$4,549,660 by the Governor’s Office of Homeland Security and Emergency Preparedness (GOSHEP), the fund balance as of August 15, 2007 for this statutory dedication is \$552,989,019. As mentioned above, within Act 18 is \$104,728,242 appropriated out of the 2004 Overcollections Fund for FY 08. However, the Division of Administration carried forward into FY 08 \$372.5 million (The Road Home Program) and GOSHEP carried forward \$206,777. Therefore, as of the last Joint Legislative Committee on the Budget meeting, the 2004

Overcollections Fund is currently appropriated \$477,435,019 for FY 08. To the extent that no additional appropriations are made from the 2004 Overcollections Fund within FY 08 and all currently budgeted expenditures from this fund are completely expended in FY 08, the projected fund balance for this fund at the end of FY 08 will be approximately \$75.6 million.

HB 765 (Act 203):

Act 203 of the 2007 Regular Legislative Session appropriates approximately \$1.9 billion in total funding for FY 07 of which \$1,081,637,947 is state general fund and \$797,000,000 is statutory dedications. HCR 10 is the enabling legislation that effectively raised the expenditure limit in FY 07 by \$1,878,637,947 (Article VII, Section 10(C.)(2)). The FY 07 expenditure limit rose from \$10,318,239,142 to \$12,196,877,089 as a result of HCR 10.

Although these expenditures are considered one-time in FY 07, a portion of the \$1.9 billion has been carried forward into FY 08 via JLCB approved carry forward BA-7s. The most significant of those carry forwards being the \$372.5 million within the 2004 Overcollections Fund to the Division of Administration for the Road Home Program.

Below is a list of the following FY 07 appropriations contained within Act 203.

HB 765 Enrolled-Act 203

| APP. NAME | GEN. FUND | TOTAL | Description of Item |
|--------------------------------------|--------------|---------------|---|
| Executive Office | \$1,000,000 | \$1,000,000 | Louisiana Indigent Defense Assistance Board Program for information technology |
| Division of Administration | \$23,000,000 | \$23,000,000 | Executive Administration Program on behalf of the city of New Orleans or other governmental entity in Orleans Parish for purposes of establishing a working capital infrastructure program to provide an adequate revenue stream for the cost necessary to complete the repairs and replacement of vital public infrastructure damage or destroyed by Katrina and Rita. |
| Division of Administration | \$0 | \$67,000,000 | 2004 Overcollections Fund to the Road Home Program. |
| Division of Administration | \$0 | \$305,500,000 | 2004 Overcollections Fund from the return of state funds paid or deposited into the registry of the court for state FEMA match which has been forgiven by Congress to the CDBG for The Road Home Program. |
| Office of Elderly Affairs | \$1,600,000 | \$1,600,000 | Parish Councils on Aging Program for supplies and other non-perishable durable goods for the elderly. |
| Agriculture & Forestry | \$5,000,000 | \$5,000,000 | Management and Finance Program for the Second Harvest Food Bank of Greater New Orleans and Acadiana to purchase food to adequately feed and nourish people throughout Louisiana. |
| Office of Business Development (LED) | \$2,000,000 | \$2,000,000 | Business Development Program for technology and commercialization program for support of research and development relating to sickle cell anemia and leukemia. |

| | | | |
|--|--------------|--------------|--|
| Office of the Secretary (CRT) | \$1,000,000 | \$1,000,000 | Reforestation of City Park in New Orleans. |
| Office of State Museum (CRT) | \$650,000 | \$650,000 | Louisiana Arts and Science Museum for a DigitalSky Planetarium and Multimedia system. |
| Medical Vendor Administration (MVA) | \$13,000,000 | \$13,000,000 | Implementation of the North Louisiana LSU Health Science Center /Rural Hospital Medical Home Network. |
| Medical Vendor Administration (MVA) | \$500,000 | \$500,000 | Grants Program for expenses at Morehouse General Hospital. |
| Board of Regents | \$10,720,000 | \$10,720,000 | Endowed Chairs and Professorships. |
| Board of Regents | \$15,000,000 | \$15,000,000 | Storm recovery expenses for UNO, SUNO, Delgado, Nunez, SOWELA, Tulane, Loyola, Dillard, Xavier, OLHCC - \$10 million for the public institutions and \$5 million for the privates. |
| LSU Board | \$30,000,000 | \$30,000,000 | Implementation of Phase I of the statewide electronic medical records system for state public hospitals and medical centers. |
| LSU Board | \$1,000,000 | \$1,000,000 | LSUHSC-Shreveport for the implementation of a primary care practice management program. |
| ULL Board | \$5,200,000 | \$5,200,000 | Technology infrastructure conversion upgrades: Grambling, Tech, Nicholls State, ULL, Northwestern. |
| LCTCS | \$15,000,000 | \$15,000,000 | Technology infrastructure conversion upgrades. |
| State Aid to Local Government Entities | \$25,000,000 | \$25,000,000 | Louisiana Housing Finance Agency for deposit into the Louisiana Housing Trust Fund. |
| State Aid to Local Government Entities | \$2,291,570 | \$2,291,570 | Orleans Parish School System for subsidy of the employee portion of health insurance premiums for certain system retirees. |
| State Aid to Local Government Entities | \$5,640,000 | \$5,640,000 | St. Bernard Parish School System for subsidy of health insurance premiums. |
| State Aid to Local Government Entities | \$1,075,146 | \$1,075,146 | Cameron Parish School System for subsidy of health insurance premiums. |
| State Aid to Local Government Entities | \$636,000 | \$636,000 | Plaquemines Parish School System for subsidy of health insurance premiums. |
| State Aid to Local Government Entities | \$1,356,514 | \$1,356,514 | Bogalusa School System for subsidy of health insurance premiums. |
| State Aid to Local Government Entities | \$8,000,000 | \$8,000,000 | Ernest N. Morial New Orleans Exhibition Authority for operational expenses. |
| State Aid to Local Government Entities | \$4,000,000 | \$4,000,000 | New Orleans Metropolitan Convention & Visitor's Bureau for operational expenses. |
| Special Acts | \$32,000,000 | \$32,000,000 | Judgments (Section 5 of HB 765) |
| Special Acts | \$150,000 | \$150,000 | Judgments (Section 6 of HB 765) |
| Special Acts | \$238,717 | \$238,717 | Judgments (Section 7 of HB 765) |
| Special Acts | \$30,000 | \$30,000 | Judgments (Section 8 of HB 765) |
| Special Acts | \$10,000,000 | \$10,000,000 | Judgments (Section 9 of HB 765) |
| Capital Outlay | \$2,600,000 | \$2,600,000 | Camp Minden - phase I (01-112) |
| Capital Outlay | \$2,000,000 | \$2,000,000 | Jackson Barracks (01-112) |

| | | | |
|-----------------|---------------|---------------|---|
| Capital Outlay | \$0 | \$150,000,000 | Mega-project Fund contingent upon passage of HB 615 (05-252). Of this amount, \$50 million allocated for Barksdale Air Force Base contingent upon the U.S. Military selection prior to December 31, 2007 and \$4.5 million for the ULM Pharmacy School. |
| Capital Outlay | \$5,000,000 | \$5,000,000 | Franklin Farms Industrial Mega Site preparation and land acquisition (05-252) |
| Capital Outlay | \$2,500,000 | \$2,500,000 | Tulane National Primate Research Center (05-252) |
| Capital Outlay | \$3,000,000 | \$3,000,000 | New Orleans Port Cold Storage Facility (05-252) |
| Capital Outlay | \$150,000,000 | \$150,000,000 | Highway Program (07-270) |
| Capital Outlay | \$35,000,000 | \$35,000,000 | Port construction and development priority program (07-274). |
| Capital Outlay | \$5,000,000 | \$5,000,000 | New clinical research facility planning and construction for Pennington (19-609). |
| Capital Outlay | \$3,700,000 | \$3,700,000 | Feist-Weiller Cancer Research Center for planning, construction and acquisitions (19-604) LSUS-Health Center. |
| Capital Outlay | \$2,500,000 | \$2,500,000 | Major acquisitions and medical equipment (19-604) LSUS-Health Center. |
| Capital Outlay | \$650,000 | \$650,000 | Southern Law Center for deferred maintenance projects. |
| Capital Outlay | \$12,000,000 | \$12,000,000 | Land acquisition, planning and construction for research park (19-625) Louisiana Tech. |
| Capital Outlay | \$0 | \$74,500,000 | Medical Center in New Orleans planning, land acquisition and construction. MOF impacted is 2004 Overcollections Fund (19-610). |
| Capital Outlay | \$25,000,000 | \$25,000,000 | K-12 classroom-based technology acquisitions (19-681). |
| *Capital Outlay | \$30,100,000 | \$30,100,000 | Major repairs for Higher Education facilities based on condition assessment of which \$2.0 million must be used on LSU deferred maintenance (01-107). |
| *Capital Outlay | \$41,500,000 | \$41,500,000 | Community Primary Health Care Clinics (01-107). Monies associated with SB 1 of the 2007 Regular Legislative Session. |
| *Capital Outlay | \$9,000,000 | \$9,000,000 | Rural Health Clinics (01-107) (SB 1 of the 2007 Regular Legislative Session) |
| *Capital Outlay | \$450,000,000 | \$450,000,000 | State Highway Priority Program of which \$4.0 million shall be allocated to the Capital Area Expressway Authority for environmental studies for the Baton Rouge loop (07-270). |
| *Capital Outlay | \$7,000,000 | \$7,000,000 | Port construction and development priority program (07-274). |
| *Capital Outlay | \$0 | \$52,700,000 | Hurricane Flood Protection, construction and development program (07-274) MOF impacted is the Coastal Protection & Restoration Fund. These monies being expended are FY 06 SGF monies being deposited into this fund in HB 615. |
| *Capital Outlay | \$27,000,000 | \$27,000,000 | New Psychiatric Hospital at Central Louisiana State Hospital (09-331). |

| | | | |
|-----------------|------------------------|------------------------|---|
| *Capital Outlay | \$0 | \$147,300,000 | Coastal Restoration & Management Projects (11-435). MOF impacted is the Coastal Protection & Restoration Fund. These monies being expended are FY 06 SGF monies being deposited into this fund in HB 615. |
| *Capital Outlay | \$15,000,000 | \$15,000,000 | Medical facility and land, acquisition, planning, construction and renovations (19-610). |
| *Capital Outlay | \$38,000,000 | \$38,000,000 | Cancer Consortium Facilities (Miscellaneous Non-State). |
| TOTAL | \$1,081,637,947 | \$1,878,637,947 | |

*Represent the spending of FY 06 surplus monies.

HB 774 (Act 6)/HB 953 (Act 205):

Act 6 and Act 205 of the 2007 Regular Legislative Session are two supplemental bills that appropriate approximately \$221.8 million in total funding within FY 07. Act 6 appropriates approximately \$47.5 million in SGF and \$118.7 million in total funding and Act 205 appropriates approximately \$54.9 million in SGF and \$103.0 million in total funding.

Some of the major funding items include:

- \$2.4 million SGF from GOSHEP for the purchase of emergency food and water provisions
- \$24 million SGF and \$27 million in total funding for the projected shortfall in the Local Housing of State Adult Inmates
- \$0.9 million SGF for Local Housing of Juvenile Offenders
- \$50.4 million SGF for the First Cost Disallowance Suit within the Executive Administration Program of the Division of Administration
- \$1.2 million SGF for operating expenses for the Public Service Commission
- \$1.23 million SGF for the Essence Music Festival within the Department of Culture, Recreation and Tourism
- \$3.6 million SGF, while reducing the Riverboat Gaming Enforcement Fund within State Police
- \$2.4 million SGF for the Private Providers Program for the implementation of the Disability Eligibility Program
- \$740,000 SGF and \$1.7 million federal for UCC for rural hospitals
- \$1.0 million SGF and \$2.4 million in federal for the Public Providers Program for LSUHSC-Shreveport
- \$7.0 million SGF for operating expenses at LSUHSCD-Shreveport
- \$5.2 million SGF for operating expenses at LSUHSCD-EA Conway
- \$10.7 million SGF for risk management premiums for the Recovery School District

- \$16.6 million SGF for operating expenses of the LSUHCSD

NOTE: Louisiana Fire Marshal Fund - Included within HB 953 is language that indicates that any unexpended and unencumbered monies within the Louisiana Fire Marshal Fund at the close of FY 07 shall remain in the fund. Normally any unexpended monies within this fund revert to the state general fund. According to the State Treasury, the FY 07 fund balance within this fund as of August 15, 2007 is \$4,501,641. According to the latest adopted Revenue Estimating Conference (REC) revenue projection, this fund is estimated to collect \$11.9 million in revenues in FY 08. Therefore, the Louisiana Fire Marshal Fund is projected to have approximately \$16.4 million in revenues for expenditure in FY 08 and as of August 14, 2007 the State Fire Marshal has budgeted \$10,077,544 appropriated from this fund. To extent that no additional appropriations are made from the Louisiana Fire Marshal Fund within FY 08, all currently budgeted expenditures from this fund are completely expended in FY 08 and the REC adopted forecast is accurate, the FY 08 ending projected fund balance for this fund will be approximately \$6.3 million. Unless changed via a supplemental appropriations bill, an appropriations bill or a funds bill, this projected \$6.3 million fund balance will revert to the state general fund at the end of FY 08.

SUPPLEMENTAL BILL TOTALS

| | SGF | IAT | SGR | Stat. Ded. | Federal | Total |
|--------|------------------------|---------------------|---------------------|----------------------|---------------------|------------------------|
| HB 615 | \$972,270,036 | \$0 | \$0 | \$0 | \$0 | \$972,270,036 |
| HB 765 | \$1,081,637,947 | \$0 | \$0 | \$797,000,000 | \$0 | \$1,878,637,947 |
| HB 774 | \$47,513,773 | \$7,500,000 | \$44,000,000 | \$20,000,000 | (\$300,000) | \$118,713,773 |
| HB 953 | \$54,937,427 | \$52,026,362 | \$9,132,307 | (\$24,410,380) | \$11,359,394 | \$103,045,110 |
| | \$2,156,359,183 | \$59,526,362 | \$53,132,307 | \$792,589,620 | \$11,059,394 | \$3,072,666,866 |

NOTE: The \$972.3 million SGF within HB 615 is FY 06 SGF recognized surplus (only \$200 million) and FY 07 excess SGF receipts deposited into various statutory dedications into the State Treasury for expenditure in FY 07 and in FY 08. Also, of the \$797 million of statutory dedications appropriated in FY 07 within HB 765, \$372.5 million from the 2004 Overcollections Fund has been carried forward in FY 08 for expenditures associated with The Road Home Program.

STATUTORY DEDICATED FUND SUMMARY

Below is a summarization of the statutory dedicated funds discussed and their projected ending FY 08 fund balances assuming all currently budgeted FY 08 expenditures are completely expended.

| Fund Name | FY 07 Ending Bal. | FY 08 Budget | FY 08 Proj. Ending Bal. |
|-------------------------------|-------------------|---------------|-------------------------|
| State Emergency Response Fund | \$90,593,218 | \$39,958,170 | \$50,635,048 |
| FEMA Reimbursement Fund | \$15,546,373 | \$6,242,901 | \$9,303,472 |
| 2004 Overcollections Fund | \$552,989,019 | \$477,435,019 | \$75,554,000 |

DEPARTMENT OF INSURANCE

Although the Department of Insurance's operating budget had minor increases in total funding for FY 08, there were however major legislative initiatives passed during the 2007 Regular Legislative Session potentially impacting property insurance for all citizens of Louisiana. Some of the major initiatives include: Insure Louisiana Incentive Program, the abolishment of the Insurance Rating Commission and the establishment of the Consumer Advocate.

Insure Louisiana Incentive Program (HB 678 – Act 447):

This program is a matching program designed to stimulate additional property insurance capacity within Louisiana. The program is a state match program for property insurers who commit to writing new business in Louisiana. The commissioner of insurance may grant matching capital funds to qualified property insurers. The provisions of the program, as contained in Act 447 (HB 678), are as follows:

1. Participating insurers must be in business and have assets of at least \$25 million and have reinsurance.
2. Participating insurers must agree to write the new property insurance policies for a minimum of 5 years.
3. Insurers who leave Louisiana before the five-year period will have to return the grant money on a prorated basis.
4. 25% of the new business must come from policyholders now covered by the Louisiana Citizens Property Insurance Corporation.
5. Within the initial allocation of grants, the commissioner of insurance shall allocate 20% of the total allocation appropriated by the legislature to domestic insurers.
6. Grant recipients shall have 24 months to meet the requirement of taking 25% of Citizens' book of business.
7. At least 50% of the net written premium shall be received from policyholders whose property is located in parishes included within the GO ZONE.
8. Of the 25% policyholders that must come from the Citizens book of business, at least 50% of those policyholders must have property located in the GO ZONE. GO ZONE parishes are: Sabine, Vernon, Beauregard, Allen, Evangeline, St. Landry, Calcasieu, Cameron, Jefferson Davis, Acadia, Vermilion, Lafayette, St. Martin, Iberia, St. Mary, Terrebonne, Lafourche, Jefferson, Plaquemines, West Baton Rouge, Ascension, Livingston, St. Tammany, Pointe Coupee, Iberville, Assumption, St. James, St. John the Baptist, St. Charles, Orleans, St. Bernard, West Feliciana, East Feliciana, East Baton Rouge, St. Helena, Tangipahoa, Washington.

According to the Department of Insurance (DOI), if this program creates \$400 million in additional property insurance capacity within Louisiana, that is approximately a 15% increase in the state's property insurance market.

Example of How the Program Will Work:

1. Company Z commits \$10 million of its own money, the state will match the \$10 million (maximum under the proposal), and therefore under the proposal the insurer will be required to write \$40 million in new property coverage. Of this new property coverage, 25% or \$10 million must come from current Citizens Property Insurance Corporation (LCPIC) book of business.

2. Company Y commits \$5 million of its own money, then the state will match the \$5 million. The insurer will be required to write \$20 million in new property coverage. Of this new property coverage, 25% or \$5 million must come from current Citizens Property Insurance Corporation (LCPIC) book of business.

Costs of the Program:

The Governor set aside \$100 million of FY 07 general fund receipts for this grant program. This \$100 million is set aside within Act 208 (HB 615 – page 7, line 24). As of right now, these monies have not been budgeted within any agency and the funding is currently within the newly created Insure Louisiana Incentive Program Fund within the State Treasury. According to the State Treasurer, if the Department of Insurance wishes to grant some of the \$100 million to private insurance companies, an approved Joint Legislative Committee on the Budget (JLCB) BA-7 will be necessary or an FY 08 supplemental appropriation. Article VII 10 (D) of the Louisiana Constitution provides that “...money shall be drawn from the state treasury only pursuant to an appropriation made in accordance with law...,” therefore an approved JLCB BA-7 will most likely be needed in FY 08 in order to grant these monies to the awarded insurance companies.

Other costs associated with this program include approximately \$230,355 fees and self-generated revenues for personal services, operating services, supplies, professional services and acquisitions. These expenditures were added to the FY 08 budget as a line item amendment contingent upon the passage of HB 678, which created this program. These expenditures have been added to the Department’s budget via an in-house BA-7 approved by the Commissioner of Administration in August 2007 because HB 678 is now Act 447. The Department of Insurance submitted the in-house BA-7 to the Office of Planning and Budget on July 19, 2007 in the amount of \$230,355 fees and self-generated revenues and 1 T.O. position. The expenditures for this amount are as follows: \$55,284 salaries, \$17,433 related benefits, \$7,248 operating services, \$500 supplies, \$145,000 professional services, \$4,890 acquisitions.

Louisiana State Catastrophe Fund:

Also included within Act 447, is language that allows for the potential creation of a state catastrophe fund. The language specifies that such a fund may be created upon the enactment of federal law providing for the creation of a national catastrophe reinsurance fund and states that the state legislature may, by specific legislation, create the Louisiana State Catastrophe Fund. The language within the Act “provides that the fund shall provide for reinsurance and shall include provisions to enhance prevention and mitigation measures, strengthen first responders, improve recovery and rebuilding processes and educate homeowners and property owners on issues surrounding catastrophic measures.”

State Catastrophe Fund:

This type of fund will be a state created fund that will take the place of private reinsurance by providing low-cost reinsurance to insurance companies. Reinsurance is bought by insurance companies to pay for claims beyond a certain level in major disasters. The goal of this fund will be to assist in stabilizing the reinsurance market after a disaster. Reinsurance prices increased in 2006 after the 2005 storms and can be considered a reason commercial and residential insurance rates increased for consumers. Paragon Strategic Solutions Inc. conducted a study commissioned by the Louisiana Recovery Authority (LRA) on catastrophe funds.

According to the study, some of the pros and cons concerning the structure of such a fund are:

- *Maximum financial capacity the fund can support
- *Size and potential hurricane losses to Louisiana
- *Cost of the fund
- *Equity issues surrounding the allocation of the costs of the fund to policyholders and Louisiana citizens

The base scenario outlined by Paragon Strategic Solutions, Inc. include a fund with \$1.25 billion in capacity:

- *Fund covers residential and commercial/residential properties
- *Fund will take effect after the first \$1.25 million in property losses
- *Will cover reinsurance losses of 90%
- *State will provide an initial investment of \$100 million

Potential sources of capital for the fund outlined within the study include: 1) Initial contribution from the State; 2) Annual premiums contributed by primary insurers supported by the fund; 3) Investment income generated on cash reserves in the fund; and 4) Post-event state bonds supported by assessments on a variety of insurance lines statewide.

National Catastrophe Fund:

Along with the discussion of a Louisiana State Catastrophe Fund, there has also been discussion on the national level for a National Catastrophe Fund. U.S. Rep. Ginny Brown-Waite from Florida introduced legislation January 4, 2007 titled the Homeowners' Insurance Protection Act of 2007 (HR 91 - 110th Congress), which creates a national catastrophe fund. According to the legislation, the purpose of HR 91 is as follows: To establish a program to provide reinsurance for State natural catastrophe insurance programs to help the United States better prepare for and protect its citizens against the ravages of natural catastrophes, to encourage and promote mitigation and prevention for, and recovery and rebuilding from such catastrophes, and to better assist in the financial recovery from such catastrophes. The basic premise of the bill will consist of policyholders around the country paying into a pool that can help cover losses after a major disaster. The bill would also encourage states to create these funds, which will be backed by the national catastrophe fund, the Consumer Hurricane and Earthquake Protection Fund (HELP). This bill has been assigned to the Committee on Financial Services. To date, the Congressional Budget Office has not completed any fiscal impact/estimates of such a measure.

NOTE: Included within HB 678 (Act 447) is a refundable tax credit of 7% of the insurance premiums, but does not include the Citizens Insurance assessments. This credit as initially passed in HB 678 was intended to be permanent. However, SB 90 (Act 371) has a provision that negates the recurring tax credit granted.

Abolishment of the Insurance Rating Commission (HB 960 – Act 459):

Act 459 (HB 960) of the 2007 Regular Legislative Session abolishes the Louisiana Insurance Rating Commission effective January 1, 2008. Previously, the Louisiana Insurance Rating Commission is the only one of its kind within the country. The previous duties of the commission will now be the responsibility of the commissioner of insurance or the office of property and casualty within the Department of Insurance (DOI).

Costs:

There will be a cost savings associated with this abolishment. Because this Act is effective January 1, 2008, the cost savings in FY 08 is approximately \$16,762, while the savings in the out years will most likely be between \$34,000 and \$40,000 per fiscal year. The means of financing the Department utilizes to pay for the rating commission expenditures is SGR.

Office of Consumer Advocacy (SB 205 – Act 222):

Act 222 creates the office of consumer advocacy within the Department of Insurance and also establishes a property insurance bill of rights for policyholders. The consumer advocate shall be appointed by the commissioner of insurance and confirmed by the Louisiana Senate. October 1, 2007 is the deadline for the commissioner of insurance to appoint an individual to this position. According to the legislation, the consumer advocate is to serve the public as follows:

1. Receive inquires and complaints from consumers
2. Prepare and disseminate information, as the department deems appropriate to inform or assist consumers

3. Provide direct assistance and advocacy for consumers who request such assistance
4. Report apparent or potential violations of law

Costs:

The projected expenditures of creating such an office within the Department of Insurance are approximately \$447,351 and 6 positions in FY 08. The means of financing to be utilized for these expenditures is SGR.

Other Insurance Bills of Interest:

HB 558 (Act 323) – Requires property and casualty insurers to provide a discount, credit, rate differential, adjustment in deductible, or other adjustment to reduce the insurance premium to insured who comply with building codes or provide for damage mitigation. There is no fiscal note attached to this legislation.

SB 204 (Act 381) – Specifies that two or more claims within a period of 3 years does not include any loss incurred or arising from an “Act of God” incident due directly to forces of nature and exclusively without human intervention. In the bill’s original form, this bill was to provide insurer flexibility for deductibles on homeowners policies within the state. However, this idea was deleted from the legislation during the process before final passage. There is no fiscal note attached to this legislation.

HB 381 (Act 43) – Legislation changes the prescriptive period from 1 year to 2 years for the time to file suit for claims arising under fire and extended coverage, steam boiler and sprinkler leakage, crop and livestock, and inland marine insurance, and adds burglary and forgery, glass and homeowners’ insurance policies to the coverage enumerated in present law (R.S. 22:629). There is no fiscal impact. According to the Department of Insurance, existing staff can handle any increase in consumer complaints.

HB 962 (Act 420) – Provides that until August 15, 2010, Citizens shall charge the higher of the actuarially sound rates or the rates equal to the highest of the top ten insurers with the greatest total direct written premium for residential property insurance in any noncompetitive market until competition resumes. If the commissioner of insurance is informed that Citizens is writing more than 50% of the residential property insurance business in a market, he must determine if a reasonable degree of competition exists in that market. If the commissioner finds that a competitive market does not exist, he shall inform Citizens’ board of directors. Citizens shall use that commissioner’s findings in determining the application of its noncompetitive rating structure to residential property insurance policies in the noncompetitive market. There is no fiscal note attached to this legislation.

SB 153 (Act 377) – Requires Citizens policies be bundled in groups of not less than 500 policies and include policies issued under the Coastal Plan and the FAIR Plan. Requires that the policies include geographic and risk characteristics that served to reduce the corporation’s exposure. There is no fiscal note attached to this legislation.

SB 195 (VETOED) - Provides that the state treasurer will issue a request for proposal (RFP) to private insurance carriers seeking bids from companies who will agree to assume the Louisiana Citizens Property Insurance Corp. (LACPIC) book of business. If the bids received require the expenditure of state funding in order to induce the company to accept the risk of the book of business, the state treasurer shall present the response to the Joint Legislative Committee on the Budget for approval and then the elected members of each house of the legislature. The Governor vetoed this legislation.

CORRECTIONS SERVICES

The Department of Corrections FY 08 budget totals \$524.5 million, a \$72 million increase from the prior-year existing budget amount of \$452.5 million. The major changes in the FY 08 budget:

1. \$40.3 million to provide for a \$6,000 pay increase for Correctional and Probation and Parole Officers.
2. \$8.8 million and 259 positions for operating the new Skilled Nursing Facility, which will house 273 chronically and terminally ill inmates at Elayn Hunt Correctional Center.
3. \$3.9 million and 60 positions in Adult Probation and Parole for additional officers for Sexual and Violent Offender caseloads and to more closely align the officers with the Southern Average caseload.
4. \$2.4 million in Self Generated Revenues for 115 replacement vehicles for Probation and Parole Officers.
5. \$2 million to provide funding for substance abuse treatment to the regular inmate population.
6. \$1.2 million and 21 positions to expand J. Levy Dabadie Correctional Center by an additional 80 inmates to provide labor services to England Air Park in Pineville.
7. \$810,045 to provide a fast track training course to prepare inmates for employment in the field of carpentry or welding and \$500,000 to provide a janitorial/custodial pilot vocational education program.

During FY 07 the Local Housing of State Adult Offenders (formerly Sheriffs' Housing of State Inmates) appropriation increased by approximately \$ 31.9 million to \$147.5 million. For FY 07, the Department had two significant adjustments: 1) a supplemental appropriation during the 2007 Legislative Session in the amount of \$27 million and 2) a reimbursement from FEMA for \$4.9 million.

FY 08 funding for Local Housing of State Adult Offenders totals \$152.9 million. For FY 08, \$6.6 million was provided to increase the per diem rate paid to local authorities by \$1, from \$22.39 to \$23.39. Funding was also increased to meet FY 08 needs based on a projection model by JFA Institute on 10/4/06.

According to the latest report from the Department on June 20, 2007, the number of inmates in state facilities is 20,611 and local jail facilities is 16,024 for a total of 36,635 inmates. Also, there are 193 evacuee inmates in state facilities and 1 evacuee inmate in local jail facilities.

YOUTH SERVICES

Youth Services' FY 08 budget totals \$181.7 million, a \$30.7 million increase from the prior-year existing budget amount of \$151 million. The majority of the increase was due to standard adjustments for merits, health insurance, and retirement. Other major changes in the FY 08 budget include:

1. \$6.9 million to provide for a \$6,000 pay increase for Youth Care Workers, Correctional and Probation and Parole Officers.
2. \$4.7 million and 72 positions for Bridge City Center for Youth to transition to the Louisiana Model (LAMOD), which calls for reduced the number of youth per dorm and enhance the interior environment.
3. \$3 million for contract funding for the LSU Health Science Center to provide additional medical, dental and mental health services to the seriously mentally ill children in OYD custody.
4. \$3 million to provide for a contract with McArthur Foundation and prevention and diversion programs, as well as for the local Planning Board established through Act 55 of 2003.

FY 08 funding for Local Housing of State Juvenile Offenders totals \$4.5 million. The rate for pending non-secure youth was \$22.39 and the rate for pending secure was \$98.78 in FY 07. The average daily census for FY 08 is estimated to be 125 youth. Approximately 10% of the youth in OYD are housed in local facilities.

DEPARTMENT OF HEALTH AND HOSPITALS MEDICAID

In FY 08, the Department of Health and Hospitals is appropriated \$6.2 billion for the Medicaid Program (Medical Vendor Payments). This represents an overall increase of \$887 million from preliminary actuals compared to the initial appropriation for FY 08. The total increase is mainly the result of various healthcare reform initiatives anticipated to be implemented in FY 08. Specific and significant initiatives include the following:

- implementation of a regional medical home concept for low income uninsured childless adults and parents. In addition to specific funding, the passage of Senate Bill 1 requires DHH to develop and implement a medical home system of care for low income uninsured and Medicaid recipients in the state.
- increase health coverage to children in families with incomes that fall between 200% and 300% the federal poverty level. In addition to specific funding for this initiative, House Bill 542 creates the Louisiana Children and Youth Health Insurance Program (LCYHIP), that requires DHH to expand eligibility to children up to 300% of the FPL.
- funding for various provider rate increases with the intent to increase access to care for Medicaid eligibles (includes various physicians, home health RN's and LPN's, hospice care, various Orthotics and Prosthetics services, and various Durable Medical Equipment services)
- additional EPSDT comprehensive orthodontic services and dental services
- creation of the Louisiana Healthcare Quality Forum as recommended by the Health Care Redesign Collaborative.
- Family Opportunities Program
- targeted preventive immunizations
- funding for additional Federally Qualified Health Centers and Rural Health Clinics
- Emergency Room Alternative Grant (4 years) to establish alternative, non-emergency service providers.

Major Changes from FY 07 Actual (Preliminary Projections)

As provided by the General Appropriation Act of 2007 (Act 18), the Medicaid budget for FY 08 was adopted by the Legislature at a program size of \$6.2 billion.

•For FY 08, the state match rate will be 28.22% (excludes UCC match rate, which is 27.53%) on Medicaid programmatic expenditures as compared to a state match of 30.28% in FY 07.

•The FY 08 appropriation (Act 18) for Medical Vendor Payments increased expenditures by \$887 million over FY 07 preliminary actual expenditures. The program increases are allocated as follows:

•\$707.6 million increase for payments to private providers.

•\$105.2 million increase for payments to public providers.

- \$35.9 million increase for Medicare buy-ins and supplements.
- \$153.7 million increase for payments for uncompensated care costs.

In addition to the initial FY 08 appropriation for the Medicaid Program (Medical Vendor Payments), 5 August BA-7's (of which 3 were carry forward BA-7's) added \$108.6 million in total funding, bringing the total appropriation for FY 08 to \$6.3 billion.

Major Line Item Increases for Private Providers (Preliminary actual for FY 07 vs. DHH preliminary allocation for FY 08)

- \$61.7 million increase in payments for Nursing Home Services (9.4%)
- \$57.2 million increase in payments for Inpatient Hospital Services (8.3%)
- \$124.5 million increase in payments for Physicians Services (37.7%)
- \$9.3 million increase in payments for Home Health Services (35.5%)
- \$77.4 million increase in payments for MR/DD Waiver (Community) Services (30%)
- \$37.9 million increase in payments for Early and Periodic (EPSDT) Screening (32.9%)
- \$19.9 million increase in payments for Outpatient Hospital Services (9.5%)
- \$6.5 million increase in payments for Other private professional services (\$94.3%)
- \$41.8 million increase in payments for ICF/MR Community Homes (21.5%)
- \$3.5 million increase in payments for Mental Health Rehabilitation (13.6%)
- \$2.6 million increase in payments for Supports Waiver (27.4%)
- \$7.2 million increase in payments for Rural Health Clinics (24%)
- \$12.1 million increase in payments for Federally Qualified Health Centers (61.5%)
- \$8.1 million increase in payments for Laboratory and X-ray Services (10.5%).
- \$16.8 million increase in payments for Elderly and Disabled Waiver Services (45.1%)
- \$1.2 million increase in payments for Non-Emergency Transportation Services (6.4%)
- \$7.5 million increase in payments for Emergency Ambulance Transportation Services (26.3%)
- \$3.7 million increase in payments for Hospice Services (9.8%)
- \$2.8 million increase in payments for Adult Day Health Waiver Services (40.7%).
- \$4.2 million increase in payments for Children's Choice Waiver Services (58.2%).
- \$5.8 million increase in payments for Case Management Services (46.8%)
- \$2.7 million increase in payments for Hemodialysis Services (9%)

- \$1.9 million increase in payments for Certified Nurse Anesthetists Services (21.5%)
- \$3 million increase in payments for Durable Medical Equipment Services (18.4%)
- \$25.2 million increase for the Medical Home Program (New in 08)

Major Programmatic Specific Funding

•\$60.6 million for 1,500 New Opportunities Waiver (NOW) slots for need based community options. This waiver offers home and community based care by providing alternative services to institutional care for persons who are mentally retarded or have other developmental disabilities. Persons must meet certain qualifications and slots are limited. The number of slots for FY 07 was 5,042. The additional 1,500 slots increase the recommended number of slots to 6,542. HB 1 Original reflected funding for the annualization of 100 NOW slots from FY 07 (\$6.9 M), and House Appropriations added funding for 1,500 additional slots (\$53.7 M). The total additional funding for the NOW waiver program for FY 08 is approximately \$60.6 million.

•\$63.8 million in funding to increase Medicaid rates to 90% of Medicare rates for Medicaid covered services. According to the DHH, this adjustment affects rates for medical and surgical services, primarily services rendered by family practitioners, pediatricians, and limited medical specialties. For FY 08, rates would be based on 2007 Medicare allowable reimbursement for July through December and 2008 Medicare allowable reimbursement rates for January through June.

•\$25.2 million for a “medical home” pilot project in the DHH region 1 to expand access to care to uninsured adults. The funding will provide additional reimbursement to providers (an enhanced rate) that enroll Medicaid recipients in a “Medical Home”. The DHH anticipates an approximate 20% take up rate of uninsured based on the FY 08 funding level, and an additional 20% in future years. The source of statutory dedicated funds is the Louisiana Health Care Redesign Fund, and the source of federal funds is Title 19 federal participation.

•\$27.1 million was appropriated to expand health coverage to children that come from families with income levels between 200% to 300% of the federal poverty level (FPL). The DHH indicates that approximately 7,774 children under the age of 19 could be eligible for health coverage in FY 08 by increasing eligibility limits to 300% FPL. The services available will be similar to LaChip services. Families will be required to pay a monthly premium to purchase this care. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is Title 19 federal participation.

*\$24.2 million in funding to phase-in 1,500 new Elderly and Disabled Adult (EDA) Waiver slots and 125 new Adult Day Health Care Waiver slots in FY 08. The source of federal funding is Title 19 federal participation.

EDA - This waiver provides various services to elderly (age 65 or older) and disabled (age 22-65) eligibles in home as opposed to nursing homes. Services include case management, personal care attendants, environmental modifications and household supports. FY 07 waiver slot total was 2,903. HB 1 Original reflected funding (\$4,760,714) for the phase in of 250 slots, and House Appropriations added funding (\$17,758,853) for an additional 1,250 slots for FY 08, increasing the total additional funded slots to 1,500 in FY 08. EDA slots for FY 08 total 4,403.

Adult Day Health Care - This waiver provides direct care in a licensed day care facility, during a portion of a 24 hour day, for elderly (age 65 or older) or disabled (age 22-65) eligibles. FY 07 waiver slot total was 700. This funding adjustment (\$1,661,634) increases the slot total to 825 for FY 08.

Medicaid Outlook for FY 08

For FY 08, the Medicaid budget is financed through major non-recurring money sources as follows:

- 1) Approximately \$414.2 million SGF from unappropriated fund balances in FY 07 was provided in the supplemental appropriation bill (Act 208) to be used as state match to collect federal matching funds.
- 2) Approximately \$114 million in 100% federal matching funds (Deficit Reduction Act) was appropriated to FY 08, and will be used to collect federal matching funds.
- 3) Approximately \$62 million in certified public expenditure (C.P.E.) revenues from FY 07 DSH used as match in the private providers program (approximately \$39 million) and used as match in the Uncompensated Care Community Hospital Pool (approximately \$23 million).

In addition, the majority of funds anticipated to be deposited into the Healthcare Redesign Fund are considered one-time revenues. There is currently \$120.2 million (SGF excess from FY 07 receipts) appropriated in HB 615 (Act 208 - funds bill) anticipated for deposit into the Healthcare Redesign Fund. For FY 09, only \$8.2 million will remain in the fund to support the services funded in FY 08 (approximately \$112 million SGF throughout schedule 09).

Medicaid Administration

FY 07 actual preliminary actual expenditures in Medical Vendor Administration (MVA) is approximately \$173.4 million. For FY 08, the legislature appropriated \$211.3 million and authorized 1,344 positions. Additional positions added for FY 07 included the following:

- 1 T.O. to direct eligibility review function to determine payment error rates
- 6 T.O. to manage the Family Opportunities Program
- 11 T.O. to assist with expansion of health coverage to children (from 200% to 300%)
- 6 Medicaid Certification Specialist for workload increases in the Health Standards Section associated with facility licensing.
- 14 T.O. for anticipated growth in the LaHIPPP, LaMOM, and Buy-in Program.
- 20 T.O. for increased workload associated with the Family Planning Waiver

Significant Increases/Decrease in Medicaid Administration

- \$10 million for health information technology (including, but not limited to, electronic medical records and data sharing operability) infrastructure as recommended by the Health Care Redesign Collaborative.

- \$1 million for the Louisiana Health Care Quality Forum (LHCQF). The forum is recommended by the Health Care Redesign Collaborative, and is made up of both public and private representation including providers, payers, and consumers. The intent is to suggest recommendations to improve health care delivery and outcomes in Louisiana. The scope of work for the LHCQF will include population health and surveillance, quality improvement and public reporting, and medical home quality measures. This funding is anticipated to cover the first year costs to contract with the LHCQA (anticipated by DHH to be set up as a non-profit entity). The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS).

- \$4.2 million for the purchase, integration, and maintenance of software editing products into the claims processing system. In the Medicaid Program, edits are used in the claims processing system to adjudicate claims. This funding will allow for edits to be updated, maintained, and in compliance with clinical guidelines by implementing a more effective method of claims editing. The DHH will contract to ensure that edits will be universally defined to national standards by professionals, and recommended and provided to the fiscal intermediary (FI) for programming into the claims processing system. The statutory dedication source of funding is the Louisiana Health Care Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS).

- \$1 million for a contract to ensure that Medicaid Information Technology Architecture (MITA) requirements are met. The DHH will contract with an entity that will provide safeguards/suggestions relative to writing an RFP for the new Fiscal Intermediary (FI) claims processing system. The source of statutory dedicated funds is the Louisiana Healthcare Redesign Fund. The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS).

- \$1.1 million for price increase in the contract between Medical Vendor Administration and the University of Louisiana at Monroe. The contract provides the coordination for the Louisiana Medicaid Pharmacy Benefits Management (PBM) system, staff support to Medicaid to develop the Drug Utilization Review system, and develops educational articles for providers and system recipients.

| | |
|-----------------------|-------------|
| FY 07 contract amount | \$3,622,645 |
| FY 08 contract amount | \$4,702,182 |

The source of federal funds is match from the Medical Administration Grant from the Centers for Medicare and Medicaid Services (CMS).

| | <i>MEDICAID FUNDING</i> | FY 05-06 Actual 8/16/06 | FY 06-07 Projected Actual 9/25/06 | FY 07-08 Projected Allocation 9/25/07 | Change From FY 07-08 | Percent <i>change</i> |
|-------|---|--------------------------------------|--|--|--------------------------------|---------------------------------|
| | Private Providers | | | | | |
| O | Adult Dentures | \$3,534,315 | \$3,435,959 | \$3,524,063 | \$88,104 | 2.6% |
| O | Case Management | \$10,812,516 | \$12,377,448 | \$18,167,559 | \$5,790,111 | 46.8% |
| O | Certified RN Anesthetists (CRNA's) | \$8,128,960 | \$8,809,588 | \$10,703,576 | \$1,893,988 | 21.5% |
| O | Durable Medical Equipment | \$19,103,554 | \$16,348,389 | \$19,357,909 | \$3,009,520 | 18.4% |
| M | Early & Periodic Screening (EPSDT) | \$101,396,204 | \$115,173,863 | \$153,105,219 | \$37,931,356 | 32.9% |
| M | Family Planning | \$11,782,837 | \$12,192,283 | \$13,011,979 | \$819,696 | 6.7% |
| M | Federally Qualified Health Centers | \$14,300,183 | \$19,709,981 | \$31,832,128 | \$12,122,147 | 61.5% |
| O | Hemodialysis | \$29,200,967 | \$29,602,905 | \$32,277,313 | \$2,674,408 | 9.0% |
| M/O | Home Health Services | \$24,919,375 | \$26,256,026 | \$35,563,803 | \$9,307,777 | 35.5% |
| O | Hospice (formerly in Other Providers) | \$27,370,650 | \$37,937,982 | \$41,647,890 | \$3,709,908 | 9.8% |
| M | Hospital-Inpatient Services | \$637,497,597 | \$690,409,660 | \$747,613,312 | \$57,203,652 | 8.3% |
| M | Hospital-Outpatient Services | \$190,823,690 | \$210,465,720 | \$230,427,815 | \$19,962,095 | 9.5% |
| O | ICF-MR (MR/DD Community Homes) | \$185,342,974 | \$194,201,268 | \$236,025,976 | \$41,824,708 | 21.5% |
| M/O | Lab and X-Ray | \$71,002,492 | \$77,001,080 | \$85,087,925 | \$8,086,845 | 10.5% |
| M/O | Mental Health-Inpatient Services | \$12,601,318 | \$16,157,803 | \$19,313,245 | \$3,155,442 | 19.5% |
| O | Mental Health Rehabilitation | \$27,793,507 | \$25,473,106 | \$28,947,560 | \$3,474,454 | 13.6% |
| M | Nursing Homes (LTC Facilities) | \$607,869,201 | \$655,501,232 | \$717,238,569 | \$61,737,337 | 9.4% |
| M | Pharmaceutical Products and Services | \$543,244,305 | \$474,274,048 | \$571,381,587 | \$97,107,539 | 20.5% |
| O | Physicians Services | \$307,928,269 | \$330,262,594 | \$454,736,876 | \$124,474,282 | 37.7% |
| M | Rural Health Clinics | \$27,281,514 | \$30,191,655 | \$37,433,138 | \$7,241,483 | 24.0% |
| M | Transportation-Emergency Ambulance | \$28,035,886 | \$28,464,721 | \$35,961,670 | \$7,496,949 | 26.3% |
| M | Transportation-Non-Emergency | \$16,992,807 | \$18,291,726 | \$19,455,623 | \$1,163,897 | 6.4% |
| O | Waiver-Adult Day Health | \$5,185,531 | \$6,846,248 | \$9,634,867 | \$2,788,619 | 40.7% |
| O | Waiver-Children's Choice | \$6,912,140 | \$7,271,796 | \$11,502,318 | \$4,230,522 | 58.2% |
| O | Waiver-Elderly and Disabled | \$33,540,261 | \$37,317,237 | \$54,129,816 | \$16,812,579 | 45.1% |
| O | Waiver-MR/DD Waiver (Community Svcs.) | \$236,292,366 | \$258,000,187 | \$335,397,578 | \$77,397,391 | 30.0% |
| O | Waiver-Family Planning (New for FY 07) | \$0 | \$634,951 | \$7,429,951 | \$6,795,000 | 1070.2% |
| M/O | Other Privates (Inclu. UPL Pymts/Waiver Spts.) | \$8,697,957 | \$6,904,293 | \$13,417,374 | \$6,513,081 | 94.3% |
| O | Long Term - Personal Care Services | \$72,226,870 | \$121,164,204 | \$181,346,745 | \$60,182,541 | 49.7% |
| O | Waiver - Supports | \$0 | \$9,650,848 | \$12,296,578 | \$2,645,730 | 27.4% |
| O | Waiver - (ARC) Adult Residential Care - New in 08 | \$0 | \$0 | \$1,342,230 | \$1,342,230 | 0.0% |
| O | Waiver - (ROW) Residential Options - New in 08 | \$0 | \$0 | \$3,193,403 | \$3,193,403 | 0.0% |
| O | Medical Home - New in 08 | \$0 | \$0 | \$25,185,507 | \$25,185,507 | 0.0% |
| O | PACE | \$0 | \$0 | \$1,152,634 | \$1,152,634 | 0.0% |
| O | Pharmacy Clawback Payments | \$30,429,463 | \$0 | \$0 | \$0 | 0.0% |
| | Subtotal Private Providers | \$3,300,247,709 | \$3,480,328,801 | \$4,198,843,736 | \$718,514,935 | 20.6% |
| | MANDATORY (M), OPTIONAL (O), OR FLEXIBLE (F) PROGRAMS | | | | | |
| | Public Providers (Dispro Excluded) | | | | | |
| M/O | LSU/HCSO (includes Distinct Part Psych) | \$171,116,837 | \$171,099,731 | \$175,320,350 | \$4,220,619 | 2.5% |
| M/O | LSU MC Shreveport (includes E.A. Conway) | \$142,001,377 | \$143,554,941 | \$174,417,225 | \$30,862,284 | 21.5% |
| M/O | State MR/DD Centers | \$239,233,281 | \$219,661,965 | \$240,494,692 | \$20,832,727 | 9.5% |
| M | State Long Term Care Facilities | \$18,388,243 | \$19,933,993 | \$22,535,198 | \$2,601,205 | 13.0% |
| M/O | Office of Public Health | \$18,702,741 | \$18,547,525 | \$35,818,528 | \$17,271,003 | 93.1% |
| M | Community Mental Health | \$10,494,710 | \$8,318,757 | \$12,191,565 | \$3,872,808 | 46.6% |
| M/O | Public Psychiatric Free Standing Units | \$611,541 | \$562,196 | \$5,278,000 | \$4,715,804 | 838.8% |
| M | State Education/local education for SBH services | \$9,900,960 | \$29,363,962 | \$49,053,126 | \$19,689,164 | 67.1% |
| M/O | Other Public Providers (Inc. CAHSD and local govt.) | \$58,626 | \$5,931,749 | \$7,802,534 | \$1,870,785 | 31.5% |
| | Subtotal Public Providers | \$610,508,316 | \$616,974,819 | \$722,911,218 | \$105,936,399 | 17.2% |
| | Uncompensated Care Costs (Dispro) | | | | | |
| F | LSU/HCSO (includes Villa Feliciana) | \$330,137,636 | \$405,231,110 | \$472,174,221 | \$66,943,111 | 16.5% |
| F | LSU MC Shreveport (includes E.A. Conway) | \$167,180,431 | \$154,081,893 | \$215,377,924 | \$61,296,031 | 39.8% |
| F | DHH Psychiatric Hospitals | \$72,998,379 | \$97,224,776 | \$107,724,776 | \$10,500,000 | 10.8% |
| F | Private Hospitals | \$110,398,309 | \$178,828,123 | \$248,225,295 | \$69,397,172 | 38.8% |
| | Subtotal Uncompensated Care Costs | \$680,714,755 | \$835,365,902 | \$1,043,502,216 | \$208,136,314 | 24.9% |
| O | Medicare Buy-In | \$164,503,255 | \$197,247,181 | \$226,831,853 | \$29,584,672 | 15.0% |
| | Part D Clawback | | \$72,866,487 | \$79,212,022 | \$6,345,535 | 8.7% |
| | Medical Vendor Program Total | \$4,755,974,035 | \$5,202,783,190 | \$6,271,301,045 | \$1,068,517,855 | 20.5% |
| Means | | | | | | |
| | State General Fund | \$814,670,843 | \$764,506,129 | \$929,422,691 | \$164,916,562 | 21.6% |
| | Interagency Transfers | \$13,887,662 | \$23,509,735 | \$561,130 | (\$22,948,605) | -97.6% |
| | Self-generated Revenues | \$5,000,000 | \$5,000,000 | \$5,603,411 | \$603,411 | 12.1% |
| | Statutory Dedications | \$220,982,378 | \$571,497,833 | \$675,267,361 | \$103,769,528 | 18.2% |
| | Interim Emergency Board | \$0 | \$0 | \$0 | \$0 | 0.0% |
| | Federal | \$3,701,433,151 | \$3,838,269,493 | \$4,660,446,452 | \$822,176,959 | 21.4% |
| | TOTAL MOF | \$4,755,974,034 | \$5,202,783,190 | \$6,271,301,045 | \$1,068,517,855 | 20.5% |

DEPARTMENT OF SOCIAL SERVICES

Temporary Assistance

The recommended TANF Budget for FY 08 is \$73,664,470, which is a net decrease of \$5,675,000 from FY 07. This decrease will impact the After School Program initiative because the funding is being reduced back to the funding level of \$9.5 million allocated in previous fiscal years. This will cause a reduction in the number of programs that can be awarded funding. DSS could not determine the number of children that would be impacted. However, this initiative received additional funding in the current fiscal year because of savings in TANF, which resulted from the hurricanes. No other programs will be impacted. The only initiative in the current year that is not being funded with TANF in FY 08 is Public Pre-K (LA-Starting Points). This initiative will be funded at the same level with State General Fund in FY 08. Listed below are the TANF initiatives that were not funded in HB 1 of FY 07. Some of these initiatives were later funded in FY 07 with TANF savings that resulted from a decline in the agency's cash assistance caseload due to the hurricanes.

Early Head Start is a new TANF initiative for FY 08 being funded at \$5 million. The purpose of this initiative is to assist with the building of an early childhood education system in the state by providing funding to create additional early head start slots for children birth to 2 years old. This funding may also be used to expand before and after school programs, summer programs (particularly in the areas where there has been an influx of children as a result of the hurricanes of 2005), and extended day services.

Both JAGS and GED initiatives are being funded in FY 08 at \$500,000. These initiatives have not received funding since FY 04. Funding for both of these programs will go to the Department of Education to address the dropout rate through prevention and recovery programs and to administer the General Education Development Test. JAGS currently has 30 sites in 22 parishes serving over 600 participants in high schools, vocational technical colleges, and alternative school centers around the State.

Freedom Schools is included in FY 08 for the first time as an initiative; however, this initiative began in June 2006 with \$730,000 in funding. The initiative is funded in the current year at \$1,500,000 and will receive the same level of funding for FY 08. The program is designed to create supportive, nurturing, literature-rich environments for children ages 5-18 focusing on literacy, cultural heritage, and parental involvement. Nine Freedom School sites were established in 2006. That number increased to 25 schools in 2007 and is expected to grow in FY 08.

Nurse Family Partnership is an existing program in the Department of Health and Hospitals that is being included in FY 08 for the first time as an initiative; however, funding of \$1 million was provided to DHH for an expansion of services in FY 07. This initiative will be funded at \$2 million in FY 08. There are currently 12 full or partial Nurse Family Partnership teams in 29 parishes. Over 4,400 women and their infants have been served to date. This funding will allow the expansion of partial teams to full team status as well as the expansion of another full and partial team in areas of the state not currently being served. An additional 300-325 families is expected to be served.

Solutions to Poverty (SUNO project) is included in FY 08 for the first time as an initiative; however, this initiative was funded at \$1 million in FY 07 but the program was not implemented. This initiative will be funded at the same level for FY 08. DSS will enter into a contractual agreement with Southern University-New Orleans who will provide existing TANF initiatives such as Teen Pregnancy Prevention and After-School for all programs and evaluate how effectively these programs can transform a community and serve as a solution to

decreasing poverty.

The Homeless initiative is included in FY 08 for the first time as an initiative; however, this initiative was funded at \$1 million in FY 07. This initiative will be funded at the same level for FY 08. The purpose of this initiative is to provide services to homeless families, including comprehensive case management, education, and employment services for adults.

Major Increases

- \$8.3 million (\$4.3 million SGF and \$4.3 million federal match) to increase the reimbursement rate to foster parents and residential care providers.
- \$8.3 million SGF to replace Title IV-E funds as a result of policy changes in the Federal Reduction Act of 2005 that has decreased Title IV-E federal funds.
- \$3.3 million SGF to replace Support Enforcement Incentive Funds. It is anticipated that this level of funding is sufficient to draw down all of the federal incentive funds.
- \$1.8 million (\$1.3 million SGF and \$500,000 federal funds) for an increase of 50 additional positions in Child Welfare Services. These positions will allow the agency to expand prevention and in-home based service delivery and to significantly improve the program for foster family recruitment and retention.
- \$1 million (\$340,000 SGF and \$660,000 federal funds) to pay increased costs associated with pay raises which were provided to Assistant District Attorneys who represent DSS in court on support enforcement issues and assist DSS staff in processing child support issues.
- \$1 million SGF to allow the agency to eliminate a waiting list of approximately 635 individuals needing services in the State Independent Living Program.

ELEMENTARY AND SECONDARY EDUCATION

Act 18 of the 2007 Regular Session contains funding for several significant elementary and secondary education initiatives. Below is a summary of the major education initiatives and their funding level.

Minimum Foundation Program (MFP)

Act 18 appropriates \$3.126 billion to the Minimum Foundation Program (MFP) agency for the MFP formula, and for a \$2,375 (across the board) pay raise for teachers and a \$1,000 pay raise for support personnel. Out of the total appropriation, \$2.922 billion is provided for the FY 08 Minimum Foundation Program (MFP) formula. This represents an increase of approximately \$152.7 million over the final FY 07 MFP distribution of \$2.769 billion. HCR 208 continues the provision that not less than 50% of each school district's increased state funding from implementation of Level 1 and Level 2 of the formula be used to supplement full-time staff salaries and retirement benefits; however, there is an exemption from the 50% pay raise when a district's average salary is above the latest published Southern Regional Education Board (SREB) average. The latest published SREB average is \$43,417. This pay raise is a permanent pay raise and shall be distributed in a manner that is most beneficial to the unique needs of the individual school districts. The 50% pay raise requirement is not an across-the-board pay raise.

Due to the impact of the storms, a minimum membership number will be provided for heavily affected hurricane districts. The following student membership numbers will be counted for these districts: Cameron – 1,640; Jefferson - 43,000; Orleans – 33,500 (to be divided proportionately with the Recovery School District); Plaquemines – 4,200; St. Bernard – 4,000; and the City of Bogalusa – 2,236. The student membership numbers were projected by the Education Estimating Conference, and will apply for FY 07-08 only.

There will be two mid-year student adjustments. If a district's October 1, 2007 student membership exceeds the previous year's February 1 membership by 50 students or 1%, a mid-year adjustment of additional funding will be provided equal to the district's MFP per pupil amount times the number of increased students. If a district's February 1, 2008 student membership exceeds the October 1, 2007 membership by 50 students or 1%, a mid-year adjustment of additional funding will be provided equal to one-half of the district's MFP per pupil amount times the number of increased students.

The at-risk weight factor for student membership was increased from 19% to 21%.

The mandated cost adjustment amount provided for in the 2006-2007 MFP Budget Letter is increased from \$80 to \$91.50 per student. This cost adjustment is to be used for increased costs for health insurance, retirement system contributions, and fuel.

The local wealth factor calculation is replaced with the deduction method in the determination of the local share contribution. When calculating the local share contribution, a cap on the growth of the net assessed property value of 10% has been instituted, as well as a cap of 15% on increases in the computed sales tax base. The Level 2 reward calculation is also replaced with the Level 2 reward factor.

Another major change to the MFP is the Hold Harmless provision. The FY 07 Hold Harmless amount of \$76 million is frozen. The \$76 million amount will be reduced by

prior year pay raise amounts and insurance supplements totaling \$38 million. The pay raise amounts will be continued in Level 3. The remaining amount of \$38 million will be reduced by 10% over 10 years, or \$3.8 million per year. The annual reduction will be redistributed to all non-hold harmless districts as a per pupil amount, which in the proposed formula, amounts to approximately \$9.25 per student.

High School Redesign

- \$500,000 for curriculum redesign
- \$1 million for Algebra 1 student tutoring
- \$1 million for End-of-Course (EOC) Testing
- \$336,000 for Louisiana Educational Leadership Network
- \$428,160 for Algebra 1 EOC Test
- \$571,840 for Algebra 1 EOC Teacher Support
- \$1 million for Virtual Schools
- \$500,000 for Advanced Placement
- \$664,000 for High School/Middle School support at the Regional Service Centers
- \$7 million for High School Redesign activities in the school (i.e. high school credit recovery)

School and District Accountability System

- \$3.2 million for Distinguished Educators (DEs). DEs work with schools that are in corrective actions to help in providing strategies for school improvement.
- \$4.7 million for K-12 Rewards for schools exceeding performance targets.

High Stakes Remediation and Testing

- \$16.4 million for High Stakes Summer School Remediation & LEAP 21 Tutoring
- \$2.0 million for GEE 21 Summer School
- \$0.5 million for Administration
- \$14.7 million for Testing

Pre-K Funding

- \$83 million SGF for the LA 4 Program. The LA 4 Program provides a 6-hour instruction period with a 4-hour enrichment period and 2 hours before and after class.

TANF Initiatives

- \$8.5 million for Private Pre-K. Private Pre-K provides a 6-hour instruction period with a 4-hour enrichment period and 2 hours before and after class.
- \$9.5 million for after-school education and enhancement programs for school-age children through qualified community-based organizations. The after-school and summer programs are intended to provide high quality education and enhancement programs, with emphasis on homework assistance and tutoring for low-income school age children. Such initiatives will be determined on a competitive basis.

Charter Schools

\$29 million is provided for Type 2 Charter Schools. There are 8 Type 2 Charter Schools in operation for FY 08 (7 existing schools and one new school).

National Board Certification

- \$5.6 million SGF is provided for teachers that obtain National Board for Professional Teaching Standards certification. The State will reimburse the local school board \$5,000 for each teacher holding such certification.
- \$1.3 million SGF is provided for school counselors that obtain National Board of Certified Counselors certification. The State will reimburse the local school board \$5,000 for each counselor holding such certification.
- \$900,000 SGF is provided for school psychologists that obtain National School Psychology Board certification. The State will reimburse the local school board \$5,000 for each psychologist holding such certification.
- \$1.5 million SGF is provided for school social workers that obtain National School Social Workers Board certification. The State will reimburse the local school board \$5,000 for each social worker holding such certification.

Other Programs:

- \$25 million for Classroom Based Technology
- \$4.3 million for the K-12 Literacy Program
- \$6.7 million for the K-3 Reading and Math Program
- \$3.8 million for the Teacher Assessment/Mentor Program
- \$5 million for the Laptops for 6th grade students pilot program

Supplemental Appropriations Bill

- \$2.3 million SGF for the Orleans Parish School System for the subsidy of the employee portion of health insurance premiums for certain system retirees

- \$5.6 million SGF for the St. Bernard Parish School System for the subsidy of health insurance premiums
- \$1.1 million SGF for the Cameron Parish School System for the subsidy of health insurance premiums
- \$636,000 SGF for the Plaquemines Parish School System for the subsidy of health insurance premiums
- \$1.4 million SGF for the City of Bogalusa School System for the subsidy of health insurance premiums
- \$9.6 million SGF for the Recovery School District for the payment of risk management premiums.

HIGHER EDUCATION and TOPS

Most of the major fiscal issues in Higher Education were driven by a historic and massive infusion of State General Fund to bring each system to full formula funding, across-the board-pay raises for faculty and staff, implement a new need-based scholarship program, and other specific appropriations directed to the institutions. A complete listing of all the enhancements to higher education is available in the LFO "Enhancement" report. For the first time since the 1980s, higher education is funded at the Southern Regional Education Board (SREB) average. The Board of Regents used three separate appropriations in calculations to determine Louisiana's SREB ranking – the faculty and state worker pay raises and monies specifically allocated to each institution for the purpose of increasing the state's standing. The act also contains funding for "GO Grants" a state-wide need-based scholarship program to complement the state's Tuition Opportunity Program for Students (TOPS) program.

Dual enrollment initiative (\$4.25 million)

The legislature appropriated an additional \$2.25 million for a "dual enrollment" program bringing the total appropriation to over \$4 million. This program will allow high school students to take college credit classes at one 4-year and one 2-year institution to be named later.

Funding for GO Grant need-based scholarship program (\$15 million)

This is a new scholarship program, funded with State General Fund and administered by the Office of Student Financial Assistance (OSFA) which already manages the Tuition Opportunity Program for Students (TOPS) – called the Louisiana "GO Grant." This program is need-based financial assistance program for low and moderate-income students designed to improve college access for targeted populations and to reduce student loan debt.

To be eligible for a "Go Grant" a person must be a Louisiana resident, admitted and enrolled as a certificate or degree-seeking undergraduate at a Louisiana public or private college or university and must either be a first-time freshman or aged 25 or older and not enrolled in a college or university in credit bearing courses for the last 3 years. The program is modeled after the Federal Pell Grant program and would grant full-time students \$2,000 per year and part-time students \$1,000 per year respectively.

Eligibility determination is based on information reported in the Free Application for Federal Student Aid (FASFA) and takes into account Pell grant award amounts. The "Go Grant" may be awarded to students who also qualify for a Tuition Opportunity Program for Students (TOPS) award. The Board of Regents estimates, based on FY 04 pre-hurricane data, that initially 10,000 will be eligible. The cost of the program will continue to grow, less normal attrition from students quitting or failing to make required academic progress, for the next 4 years before reaching an estimated annual cost of \$41 million.

This cost projection assumes that poverty rates, high school graduation and college success rates as well as award amounts remain constant.

Faculty pay raise (\$31.7 million)

This funding is provided to all higher education institutions and will be allocated proportionally to eligible faculty. Salary adjustment plans are subject to Board of Regents (BOR) approval and a language amendment was included in Act 18 requiring at least half of these funds be used for across-the-board pay raises. The amounts appropriated to each system are detailed in the LFO "Enhancements" report. These funds are included in the computation of Louisiana's Southern Regional Education Board (SREB) ranking. The amounts appropriated to each system are detailed in the LFO "Enhancements" report.

Full formula funding (\$115.9 million)

The legislature appropriated these funds to help bring each institution to the Southern Regional Education Board (SREB) average funding (\$98.8 million) and provided an additional 3% for each institution that was already at or above SREB average funding (\$17.1 million). The amounts appropriated to each system are detailed in the LFO "Enhancements" report.

Pennington Biomedical Research Center

Pennington Biomedical Research Center received \$3 million State General Fund for three new initiatives – adult stem cell research, diabetes reversal research and an expansion of the Clinical and Translational Science Laboratory (LACaTS). The center also received \$5 million for new construction of additional laboratory space.

Health care workforce development

The legislature appropriated \$10 million for health care workforce development. Of these funds, \$2 million was allocated to Louisiana College and \$1 million was allocated to Our Lady of Holy Cross College to expand their respective nursing programs to help address a statewide nursing shortage.

LSU Health Sciences Center - Shreveport

The legislature appropriated an additional \$8.5 million for increased operating expenses and inmate health care.

Enrollment Changes

Overall, the state added 948 higher education students when FY 07 is compared with FY 06. However, the state still has over 14,000 fewer students than before Hurricanes Katrina and Rita hit. While the storm affected campuses are in the process of increasing the number of students attending, enrollments at non-affected institutions decreased significantly because of ongoing enrollment shifts of students returning to storm affected campuses, higher admission standards which were implemented and strong demand for workers in the economy.

The following chart illustrates the enrollment changes by institution:

| Undergraduate Enrollment Statewide Higher Education | | | | | | | |
|---|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | FY 05 | FY 06 | FY 07 | FY 05 & FY 07 | | FY 06 & FY 07 | |
| | | | | Diff | % | Diff | % |
| | | | | | Change | | Change |
| LSU A&M | 26,643 | 27,226 | 25,166 | (1,477) | -5.54% | (2,060) | -7.57% |
| ULL | 13,461 | 13,768 | 13,540 | 79 | 0.59% | (228) | -1.66% |
| <i>UNO**</i> | <i>11,260</i> | <i>5,926</i> | <i>7,954</i> | <i>(3,306)</i> | <i>-29.36%</i> | <i>(2,028)</i> | <i>34.22%</i> |
| La Tech | 8,925 | 8,713 | 8,345 | (580) | -6.50% | (368) | -4.22% |
| ULM | 7,351 | 7,430 | 6,848 | (503) | -6.84% | (582) | -7.83% |
| SU A&M | 8,832 | 8,914 | 7,994 | (838) | -9.49% | (920) | -10.32% |
| GSU | 4,509 | 4,550 | 4,585 | 76 | 1.69% | 35 | 0.77% |
| <i>McNeese**</i> | <i>7,325</i> | <i>7,214</i> | <i>6,898</i> | <i>(427)</i> | <i>-5.83%</i> | <i>(316)</i> | <i>-4.38%</i> |
| NSU | 8,642 | 8,134 | 7,631 | (1,011) | -11.70% | (503) | -6.18% |
| SLU | 12,425 | 12,824 | 12,351 | (74) | -0.60% | (473) | -3.69% |
| <i>Nicholls**</i> | <i>6,360</i> | <i>6,223</i> | <i>5,698</i> | <i>(662)</i> | <i>-10.41%</i> | <i>(525)</i> | <i>-8.44%</i> |
| LSUS | 3,114 | 3,131 | 2,878 | (236) | -7.58% | (253) | -8.08% |
| <i>SUNO**</i> | <i>2,600</i> | <i>914</i> | <i>1,681</i> | <i>(919)</i> | <i>-35.35%</i> | 767 | <i>83.92%</i> |
| LSUA | 2,154 | 2,149 | 1,992 | (162) | -7.52% | (157) | -7.31% |
| LSUE | 2,320 | 2,128 | 1,999 | (321) | -13.84% | (129) | -6.06% |
| SUSLA | 2,149 | 2,136 | 1,983 | (166) | -7.72% | (153) | -7.16% |
| BRCC | 4,198 | 4,781 | 4,670 | 472 | 11.24% | (111) | -2.32% |
| BPCC | 3,190 | 3,508 | 3,411 | 221 | 6.93% | (97) | -2.77% |
| <i>Delgado**</i> | <i>11,738</i> | <i>4,711</i> | <i>8,548</i> | <i>(3,190)</i> | <i>-27.18%</i> | 3,837 | <i>81.45%</i> |
| <i>Nunez**</i> | <i>1,651</i> | <i>363</i> | <i>728</i> | <i>(923)</i> | <i>-55.91%</i> | 365 | <i>100.55%</i> |
| RPCC | 571 | 618 | 666 | 95 | 16.64% | 48 | 7.77% |
| SLCC | 1,106 | 1,277 | 1,550 | 444 | 40.14% | 273 | 21.38% |
| LDCC | 713 | 733 | 762 | 49 | 6.87% | 29 | 3.96% |
| Fletcher | 644 | 944 | 825 | 181 | 28.11% | (119) | -12.61% |
| SOWELA*** | 1,358 | 1,443 | 1,449 | 91 | 6.70% | 6 | 0.42% |
| <i>LTC**</i> | <i>13,807</i> | <i>11,870</i> | <i>12,424</i> | <i>(1,383)</i> | <i>-10.02%</i> | 554 | <i>4.67%</i> |
| | 167,046 | 151,628 | 152,576 | (14,470) | -8.66% | 948 | 0.63% |

*Figures provided by the Board of Regents

**Storm affected campuses

***SOWELA, while adversely affected by Hurricane Rita, actually experienced an enrollment increase.

The storm-affected schools are bolded and italicized. These institutions collectively lost over 17,000 students after Hurricane Katrina but are experiencing an enrollment rebound.

LSU HSC HEALTH CARE SERVICES DIVISION

| Means of Finance | FY 06 Actual | FY 07 Budgeted | FY 08 Budgeted |
|-------------------------------|----------------------|----------------------|----------------------|
| State General Fund | \$74,258,061 | \$86,038,459 | \$79,945,971 |
| Medicaid | \$156,716,133 | \$133,753,309 | \$193,524,675 |
| Uncompensated Care | \$367,125,088 | \$452,561,120 | \$510,014,152 |
| Medicare | \$54,764,382 | \$2,071,496 | \$66,013,656 |
| Commercial Insurance | \$27,543,825 | \$23,125,777 | \$48,976,458 |
| Other Revenues | <u>\$46,574,064</u> | <u>\$4,170,061</u> | <u>\$31,062,478</u> |
| Total Means of Finance | \$726,981,553 | \$771,720,222 | \$929,537,390 |

In FY 07, the LSU HCSD was initially appropriated \$772 million for the eight hospital system (these funds include appropriated revenues and off-budget non appropriated revenues). The LSU HCSD existing budget for FY 07 reflects adjustments that were made to account for service decreases in the New Orleans area due to the damage caused by Hurricane Katrina and service increases in the 7 other HCSD facilities due to the decreased capacity in New Orleans. The HCSD existing budget for FY 07 was \$722 million, which represents final revenue collections. For FY 08, the eight public hospital system's appropriated and projected revenues increased by \$158 million, or 20.5% over FY 07 existing budget. The largest portion of the \$157 million increase in funding for FY 08 is in the budget for the Medical Center of Louisiana at New Orleans (\$99 million) and is a result of the restoration of services in the New Orleans area.

Major Increases/Decreases in FY 08 HCSD Budget

UNCOMPENSATED CARE - \$57.5 million as a result of the following:

- \$19.9 million from projected service increases at all facilities
- \$10.9 for maintenance of services at all facilities
- \$15.2 for additional in-patient psychiatric beds in New Orleans (DePaul facility)
- \$6.2 million for additional medical detoxification beds at MCLNO
- \$4.2 million for mental emergency room services at MCLNO
- \$1.1 million for mental health emergency services at University Medical Center

The HCSD hospitals are reimbursed for uncompensated care costs associated with providing free care to patients. Projected UCC collections in the FY 08 budget are \$510 million. This represents a \$57.5 million, or 12.7% increase from the FY 07 existing budget.

MEDICAID CLAIMS - \$59.7 million as a result of the following:

- \$50.8 million for projected increases in Medicaid claims at all facilities
- \$8.9 for maintenance of services at all facilities

Medicaid claim dollars are appropriated in the Department of Health and Hospitals, Medical Vendor Payments Program, and transferred to the HCSD hospitals for services provided to Medicaid eligible patients (Title XIX). Projected Medicaid claim collections in the FY 08 budget

are \$193.5 million. This represents a \$59.7 million, or 44.7% increase from the FY 07 existing budget.

STATE GENERAL FUND (SGF)

State General funds are used to cover certain unavoidable hospital costs that do not qualify for Uncompensated Care costs reimbursement, or non-allowable costs. Specific costs that are considered non-allowable include prisoner care, outpatient drug and pharmacy costs, and professional service fees for providing direct care to free care patients (physicians and CRNA's). Appropriated SGF in the FY 08 Budget is \$193.5 million. This represents a \$59.7 million, or 44.7% increase from the FY 07 existing budget.

OTHER REVENUES

These revenues are not directly appropriated in Act 18 for HCSD (19-610) and are considered off-budget. Other revenues include Medicare, commercial insurance, Ryan White HIV funds, WIC funds, and non-patient related revenues (such as cafeteria, medical records, and parking). The estimated level of these revenues is based on the level of SGF, Medicaid, and UCC in the projected collections for HCSD facilities. These funds are estimated to be \$146.1 million for FY 08, which is a \$46.7 million, or a 46.9%, increase from FY 07.

LSU Medical Centers Appropriations

In October 2007, the LSU Board of Supervisors is expected to approve the appropriated and non appropriated budget by hospital as follows:

| | FY 06 Actual | FY 07 Budgeted | FY 08 Budgeted |
|-------------------------------|-------------------------|---------------------------|---------------------------|
| Earl K. Long | \$122,043,891 | \$127,170,871 | \$144,729,109 |
| Huey P. Long | \$57,153,050 | \$64,218,098 | \$67,604,572 |
| University | \$96,426,983 | \$103,827,531 | \$121,723,483 |
| W.O. Moss | \$37,275,850 | \$39,365,023 | \$44,235,492 |
| Lallie Kemp | \$33,490,934 | \$35,184,946 | \$40,272,398 |
| Bogalusa | \$44,079,335 | \$47,997,346 | \$50,340,592 |
| L.J. Chabert | \$91,649,371 | \$95,781,539 | \$103,608,445 |
| MCLNO | <u>\$244,862,138</u> | <u>\$258,174,868</u> | <u>\$357,023,299</u> |
| Total Means of Finance | \$726,981,553 | \$771,720,222 | \$929,537,390 |

HCSD Administration is funded by revenues that are recorded as expenditures of the hospitals and SGF appropriated revenues. Total anticipated central office expenditures area as follows:

| | |
|-------|--------------|
| FY 06 | \$21,273,655 |
| FY 07 | \$18,414,652 |
| FY 08 | \$26,445,884 |

MCLNO Appropriation

For FY 08, the LSU Board of Supervisors is expected to approve funding appropriated in Act 18 for the Medical Center of Louisiana at New Orleans. This appropriation includes operational funding for the following: 1) staffed acute care beds (167) ; 2) staffed intensive care unit beds (31); and 3) staffed psychiatric beds (26) at the DePaul facility. Additionally, MCLNO projects an increase in services as follows:

- Inpatient acute care days by 37,656 (from 23,165 to 60,821);
- Inpatient ICU days by 6,252 (from 4,917 to 11,169);
- Inpatient psychiatric days by 9,366 (0 days in FY 07);
- Clinic visits by 154,024 (from 70,789 to 224,813);
- Emergency room visits by 49,451 (from 41,449 to 90,900); and

Transfer of Huey P. Long Medical Center

The Legislature passed SB 179 (Act 220), which transfers the administration and governance of Huey P. Long Medical Center from LSU HCSD to the LSU Health Sciences Center at Shreveport. The transfer is expected to be complete by December 31, 2007, and will be accomplished through a memorandum of understanding (MOU). It is anticipated that the SGF appropriation of \$6.2 million and the projected revenue collections of \$61.4 will be included in the MOU as well as all liabilities, expenses, obligations, accounts receivable, and other similar items.

Louisiana Legislative Fiscal Office

Section IV

BUDGETARY ISSUES

Fiscal Year 2007-2008

FY 2008 MAJOR BUDGET ISSUES

DEPT / AGY: Executive Executive Office

ISSUE: Louisiana Interoperability Communications Fund

The Louisiana Interoperability Communications Fund was budgeted a total of \$9,804,444 (from the State Emergency Response Fund or SERF) through BA-7 in January 2007 to begin implementation of a short-term interoperable communications system within the state to serve state and local emergency and first responders and to meet National Incident Management Systems (NIMS) communications requirements. These funds are part of the \$21.2 million necessary to complete the 18 month process of establishing a communications system which will allow these various groups with disparate radio equipment to communicate in the southern part of the state in times of disaster.

Additional funds in the amount of \$11,468,930 have been appropriated to the Louisiana Interoperability Fund complete the implementation (Act 208 of 2007, HB 615). This appropriation will provide the funding necessary to continue to implement communications abilities on the 700 mhz frequency as it becomes more widely used and also provide an IP (Internet Protocol) based interoperability solution. The IP solution will allow emergency responders to more easily utilize cellular phones for text messaging and voice communication during times of emergency and will allow disparate radio systems to communicate with one another. These funds will also be used to purchase additional 700 mhz radios and to relieve local and state entities from paying monthly fees starting in FY 08. Approximately \$1 million in fees are to be collected from state and local entities by state police for maintenance and support of the 800 mhz system in FY 07 and a total of \$4.5 million was projected for FY 08. The increase is a result of the continued implementation of the 700 mhz system in FYs 07 and 08. As stated earlier, these funds will provide for the completion of the short-term solution.

The long-term solution, which will include providing for total communications abilities north of I-10 will cost an additional \$200 million. Included in this amount is approximately \$75 million for infrastructure costs related to additional towers, equipment, etc. This includes \$14 million for infrastructure needs for the southern part of the state and another \$60 million for the northern part of the state (north of I-10). The remaining costs include the purchase of approximately 35,000 radios at \$3,000/radio or approximately \$105 million. These radios will be distributed both to local emergency responders (90%) and state entities (10%). The remaining portion is to be used for training, testing, consulting, and other contingencies. A request of federal funds has been made to U. S. Senator Mary Landrieu in the amount of \$203,338,252 to fund this initiative.

DEPT / AGY: Executive Division of Administration

ISSUE: Additional Funding for Implementation of a New Statewide Financial System

The Division of Administration (DOA) has been appropriated a total of \$19.9 million (\$16,184,000 2004 Overcollections Fund and \$3,755,000 SGF) in the FY 08 budget to begin planning and implementation of a new statewide financial system entitled ERP or Enterprise Resource Planning.

In an effort to hold implementation costs down, the DOA has chosen to go through the Request for Proposal (RFP) process rather than implement an SAP (software company headquartered in Germany) solution which was likely to be very costly, was not user friendly, and did not provide sufficient management reporting. In order to determine the best course of action, staff from the DOA took a total of 6 site visits to various states to get input regarding various alternatives. Following this information gathering, the DOA will go forward in this manner (estimated costs are based upon assumptions from SAP projections and feedback from comparable states):

- 1) Hire a consultant (or two) which will be responsible for designing the Request for Proposal (RFP) for a solution-based system for the DOA. The DOA anticipates the cost to be approximately \$100,000 for the 2 contracts.
- 2) Distribute the RFP for the solution-based financial system which means that the DOA will want the vendor to provide everything from the design of the product, complete integration and implementation, maintenance, support, upgrades and training. This solution could be an off-the-shelf solution which is customized for use in Louisiana or could be a totally customized product. The contractor will then be responsible for integrating and implementing this product with the state's current payroll system which has already been implemented and will be the only piece of the system currently in use to be sustained. Finally, the contractor will be required to provide maintenance and support of this system including any upgrades and will provide training as necessary. The DOA anticipates a contract of three years for implementation and integration and five years for maintenance and upgrades.
- 3) The DOA will put out an RFP for a State Project Director which will allow for a consultant to monitor the ongoing efforts by the contractor to implement the solution. Estimated costs for this service is anticipated to be \$9 million over 3 fiscal years.

FY 2008 MAJOR BUDGET ISSUES

The DOA anticipates that the total cost of this project will be approximately \$70 million. This includes:

RFP Assistance - \$100,000

Hardware/Hardware Maintenance - \$9.7 million

Professional Services (State Project Director) - \$9 million

Software - \$7 million

Software Maintenance and Upgrades - \$11 million

Implementation - \$34 million

Implementation includes detail design, configuration, customization, integration, change management, and training. The DOA estimates that this will take 3 years to complete implementation with 25% completed in FY 08, 30% in FY 09, and the remaining 45% in FY 10.

DEPT / AGY: Economic Development Office of Business Development
ISSUE: Business Recovery Grant and Loan Program

Louisiana has chosen to use a significant portion of Federal Community Development Block Grant (CDBG) funding to assist small business in their recovery from damage and economic dislocation resulting from hurricanes Katrina and Rita. The Joint Legislative Committee on the Budget, at meetings on 11/17/06 and 2/16/07, approved 2 items providing \$143 million in CDBG funding for the newly created Business Recovery Grant and Loan Program.

The goal of the Business Recovery Grant and Loan Program is to assist small firms in hurricane affected parishes that have a chance to survive, contribute to the economy, and maintain and create jobs. DED is using \$100 million in CDBG funds to pay grants to participating businesses. Grants provided with these funds will target small firms with 1 to 50 employees. Each grant is capped at \$20,000. Seven non-profit lenders and Community Development Financial Institutions (CDFIs), approved and monitored by DED, will review grant applications and make grant awards.

Businesses eligible for these grants must demonstrate a significant decline in revenues due to Hurricanes Katrina and Rita. Eligible businesses must have been in operation for at least six months prior to the storms and must have reopened or show potential to reopen.

The deadline to apply for these grants was 2/16/07. DED received approximately 5,600 applications for grants, and awarded approximately 3,400 grants for a total cost of \$62.7 million. The average grant is approximately \$18,100. Grant recipients began receiving the first half of their grants in mid-April.

Non-profit lenders and Community Development Financial Institutions (CDFIs) approved and monitored by DED will also make loans for the program. The maximum loan amount per firm is \$250,000. The loans are at 0% interest, with terms of 3 – 7 years. Applications for loans will be accepted as long as intermediaries have remaining funds from their allocation of \$4.75 million each.

A related program, the Technical Assistance to Small Firms Program, comprises another \$9.5 million of CDBG funding in the current year. DED and participating lenders will provide assistance to small, locally owned firms in Southeast and Southwest Louisiana that were seriously affected by the storms. Technical assistance may include help with basic business issues, like accounting and regulatory compliance, entrepreneurial issues like business planning and financial issues like obtaining appropriate capital.

The Louisiana Recovery Authority (LRA) recently approved a request to reallocate \$66 million from the Long-term Loan Guarantee Program to the Business Recovery Grant and Loan Program. DED, through their intermediaries, is developing a second round of grants and loans with this additional funding. "Round 2" will target business that did not meet the narrow requirements associated with the first round of grants and loans. This will specifically include those businesses that incurred significant storm-related asset losses, but did not necessarily experience a 30% decline in revenue.

DEPT / AGY: Culture, Recreation & Tourism
ISSUE: Status of CRT Facilities Affected by Hurricanes

Many entities of the Department were affected by hurricanes Katrina and Rita. As of April 2007 all welcome centers in the state are open.

State museums that are still closed are the Mint, 1850 House and Madame John's Legacy. All three facilities will open at the beginning of FY 08. Act 18 provides funding for the operating costs. The Mint and Madame John's will open just for the public to view the architecture. Exhibits for those buildings are not in place. The Capital Outlay

FY 2008 MAJOR BUDGET ISSUES

bill (Act 28 of 2007) has \$6 million for a new comprehensive exhibit in the Mint and there is a possibility of a \$6 million federal match.

The following is a list of hurricane affected State Parks and Historic Sites and their status, along with the cost to replace or repair. State Parks costs for repairs are being negotiated with FEMA.

Bayou Segnette State Park - cabins are not open (Existing cabins will be torn down and rebuilt, along with 12 new cabins, at a total cost of \$12.8 million.)

Fontainebleau State Park - repair Area 1 Group Camp (\$2 million)
rebuild Assistant Managers residence (\$175,000)
rebuild Rally Shelter (\$450,000)
replace Day Use Pool with a splash pad (\$750,000)
repair the overnight pool (\$175,000)
replace the marsh boardwalk (\$150,000)

Fort Pike State Historic Site - replacement of the maintenance building (\$175,000)
repairs to the Fort (\$16 million)

Grand Isle State Park - replacement of the fishing pier (\$1.3 million)

Fairview-Riverside State Park - completely reopened

St. Bernard State Park - completely reopened

Tickfaw State Park - completely reopened

Chicot State Park - completely reopened

Cypremort State Park - completely reopened

Sam Houston Jones State Park - completely reopened

DEPT / AGY: Transportation & Development

ISSUE: State Transportation Funding

The state gasoline tax has been set at \$.16 since 1984 with an additional \$.04 dedicated to the Transportation Infrastructure Model for Economic Development (TIMED) in 1989. As this tax was not indexed for inflation, the buying power of this revenue source has been reduced considerably over this same time period, and especially following Hurricane Katrina. DOTD indicates that the buying power of this funding source has been reduced by nearly half since its inception.

Meanwhile, the demand on the state's transportation infrastructure has grown significantly. Along with an increased demand for improved infrastructure is a dramatic increase in the cost of materials, labor, supplies, insurance, etc. Construction costs have increased significantly due to recent hurricanes and materials shortages. DOTD notes that it has experienced a 22% increase in materials costs over the past 2 years. In addition, liquid asphalt is up 41% and concrete has increased 22%. In addition, personnel costs (salary and related benefits) continue to increase 5-8% annually while revenue increases only 1.5% to 3% per year.

Due to a lack of revenue growth in the state gasoline tax and the tremendous increase in the cost of construction, the state may begin to fall short of meeting its state match to draw federal transportation dollars by FY 09. DOTD bases this calculation on TTF revenues through FY 12 from the Revenue Estimating Conference (REC), salary of DOTD staff increasing by 4% annually, related benefits increasing by 7% annually, and operating services, professional services and other expenses increasing by 3% annually. This further exacerbates the \$14 billion backlog of highway needs. This backlog has grown approximately \$700 million/year since 1998.

Some of this backlog will be addressed by using \$450 million in FY 06 surplus dollars for construction projects and a supplemental capital outlay appropriation in Act 203 (HB 765) for FY 07 totaling \$150 million for a total of \$600 million.

DEPT / AGY: Public Safety

ISSUE: Riverboat Gaming Enforcement Fund

FY 2008 MAJOR BUDGET ISSUES

The Riverboat Gaming Enforcement Fund is a statutory dedication funded from fees and collected by the gaming division and forwarded to the state treasurer. After complying with the dedications provisions contained within R.S. 27:92 for this fund, which includes revenue deposits into the Compulsive and Problem Gaming Fund, the Support Education in Louisiana First Fund (SELF), and the SGF, the remaining monies may be withdrawn from the fund pursuant to legislative appropriation to be used solely for the following:

- 1) Department of Justice – for regulatory, administrative, investigative, enforcement, legal and other expenses.
- 2) Louisiana Gaming Control Board – for the regulation of gaming activities authorized by Title 27.
- 3) Office of State Police (AFIS) – for expenditures associated with the automated fingerprint identification system (AFIS) only after the expenditures of the Department of Justice and the Louisiana Gaming Control Board are addressed.
- 4) Office of State Police – for general expenditures within State Police only after all funding is budgeted for the expenditures of the Department of Justice, Louisiana Gaming Control Board and AFIS.

The total revenue available for expenditure from the Riverboat Gaming Enforcement in FY 07 was \$70,858,138, which included a beginning FY 07 fund balance of approximately \$8.2 million. As of latest data from the State Treasurer, the actual FY 07 expenditures from this fund in FY 07 were \$67,036,250, which equates to a \$3,821,888 beginning FY 08 fund balance within this fund. According to the latest Revenue Estimating Conference (REC) projections, this fund will collect approximately \$57.3 million in FY 08 for the projected total revenue available of \$61,121,888. Below are the appropriated amounts for the Riverboat Gaming Enforcement Fund for FY 08 after the 8/14/07 Joint Legislative Committee on the Budget (JLCB) meeting.

| | |
|--|---------------------|
| Department of Justice | \$3,200,930 |
| Louisiana Gaming Control Board | \$918,162 |
| Public Safety-Office of Management & Finance | \$1,389,006 |
| State Police | \$52,791,902 |
| State Police-CF BA-7 | <u>\$11,202</u> |
| TOTAL | \$58,311,202 |

To the extent that all current FY 08 budgeted Riverboat Gaming Enforcement Fund expenditures are completely spent in FY 08 and no additional expenditures are appropriated from the Riverboat Gaming Enforcement Fund in FY 08 via BA-7 or a supplemental appropriation, this fund will have approximately a \$2.8 million fund balance at the end of FY 08.

DEPT / AGY: Public Safety

ISSUE: Pay Raises Above the \$1,500 State Employee Pay Raise

Included within Act 18 of the 2007 Regular Legislative Session (HB 1) are various pay increases above and beyond the state employee pay raise. The groups are: \$2,800 State Troopers, \$1,500 DPS Commissioned Officers, increase in the Civil Service special entrance rate (SER) by approximately 42% above minimum for State Police Communication Specialists, and an increase in the Civil Service special entrance rate (SER) by approximately 45% above minimum for fire marshal inspectors. The total amount of funding budgeted for these pay initiatives is approximately \$4.8 million. Expenditures associated with these pay increases include salaries and related benefits.

State Troopers

Included within the FY 08 enacted budget is a total pay increase of \$4,300 per year per trooper. This amount includes the \$1,500 general state employee pay raise and an additional \$2,800 per year per trooper. This increase in beginning pay for cadets ensures that state troopers are the highest paid law enforcement officers in Louisiana. Below is a comparison of pay amounts of the current top 3 entities to state troopers (entry-level positions).

| | | | | |
|-------------------------|---------------------|-------------|------------------|-------------------|
| | <u>State Police</u> | <u>NOPD</u> | <u>Kenner PD</u> | <u>Bossier PD</u> |
| Current Salary @ YEAR 1 | \$40,906 | \$40,108 | \$40,100 | \$40,896 |

The total cost of such an initiative is approximately \$3.9 million, which includes funding the pay increase of 1,101 state troopers within State Police and funding the pay increase of 22 state troopers within the State Police Training Academy.

The current salary amounts include the \$4,300 pay increase for state troopers and the additional \$125 per month supplemental pay increase for the local governmental law enforcement organizations. After the increase, supplemental pay to local law enforcement is now \$425 per month per receipt.

FY 2008 MAJOR BUDGET ISSUES

DPS Commissioned Officers

Included within the FY 08 enacted budget is a total pay increase of \$3,000 per year per DPS commissioned officers. This amount includes the \$1,500 general state employee pay raise and an additional \$1,500 per year per officer. The total funding enacted within Act 18 is approximately \$260,000. This amount funds the additional \$1,500 per officer for 136 DPS commissioned officers within State Police and 5 DSP commissioned officers within the State Police Training Academy.

State Police Communication Specialists

Included within the FY 08 enacted budget is funding for a Civil Service approved Special Entrance Rate (SER) for State Police Communication Specialists due to high turnover. The turnover rates for these positions the past two fiscal years and year-to-date are as follows: FY 05 15.49%, FY 06 23.19%, YTD FY 07 22.58%. Also included within the FY 08 enacted budget is funding for a 5% pay increase to all Communication Supervisors and a 7% pay increase to all Communication Specialists. According to State Police, there are 68 total communication specialists/supervisors within the agency. Although the amount for these increases is \$163,355, there is no bottom-line increase to State Police's budget because of an additional attrition charge of \$163,355.

Fire Marshal Inspectors

Included within the FY 08 enacted budget is funding for a Civil Service approved Special Entrance Rate (SER) for Fire Marshal Inspector positions. This approved SER is for a 45% above minimum salary within the protective services (PS) Civil Service pay grids for these positions. The starting bi-weekly salary for a Deputy State Fire Marshal I position will now be \$1,172, \$30,472 per year, as opposed to the previous bi-weekly salary of \$857, or \$22,282. According to the agency, this is needed combat the attrition and high turnover rate of these positions due to pay. The agency officially implemented the new SER in February 2007. The agency had the funding available to fund this in FY 07 budget due to the attrition caused by the turnover among its inspectors. The total of increasing the SER is \$439,627. The agency will utilize statutory dedications to fund this in FY 08 (\$390,956 – Louisiana Fire Marshal Fund and \$48,671 – Louisiana Life Safety and Property Protection Trust Fund).

DEPT / AGY: Public Safety
ISSUE: Statewide Building Code

Office of Management & Finance

During the 1st Extraordinary Session of 2005, the Louisiana Legislature passed Act 12, which created the Uniform Construction Code Council (UCCC) and set forth the parameters for the State Uniform Building Code effective 1/1/07. There are 305 cities, towns and villages as well as 64 parishes that are impacted by Act 12. Per Act 12, local parishes and municipalities have 4 major options for building code compliance: in-house (larger impacted local governments), contract with other local governments, contract with a third party vendors and contract with the Louisiana State Fire Marshal for plan review services only, no inspections. The agency received various funding in FY 07 and is expected to receive additional funding in FY 08 for local government building code enforcement.

In FY 07, the Department of Public Safety received the following amounts for uniform building code enforcement:

*\$6.8 million in IAT from the Division of Administration-Office of Community Development-Disaster Recovery Unit (DRU) via the U.S. Department of Housing and Urban Development. The JLCB appropriated this amount during the November 2006 meeting. The expenditures associated with these funds are for construction code enforcement for parish and/or municipal governments in the 11 parishes most severely impacted by hurricanes Katrina and Rita. These funds are on a reimbursable basis meaning the Department will spend the money and be reimbursed the funds from the Division of Administration. This funding is from the \$10.4 billion allocated to the LRA/DRU from the U.S. Dept. of Housing and Urban Development's Community Development Block Grant Program (CDBG). Of this amount, \$11.4 has been allocated for building code enforcement. DPS has only budgeted \$6.8 in FY 07, therefore there is still \$4.6 available for building enforcement from the original \$11.4 million allocation. According to the DRU, once the \$6.8 million has been spent, an analysis will take place to determine the best way to spend the \$4.6 million.

*\$8 million Statutory Dedication-State Emergency Response Fund (SERF). The JLCB approved this amount during the December 2006 meeting. The expenditures associated with these funds are for construction code enforcement for 53 parishes within Louisiana not included in the \$6.8 million CDBG funding. Approximately 70 new local code offices have opened as a result of these monies.

In FY 07, the amount below has been approved by FEMA, but not yet appropriated:

*\$14 million funded by the Hazard Mitigation Program approved in March 2007. This money has not been appropriated. This funding will be granted to the Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP) and most likely sent via Interagency Transfer (IAT) to the Department of Public Safety. Expenditures associated with this funding will be for local building code enforcement officials training so they can accurately implement the mandates of the building code. Expenditures of these funds will also be for jurisdictions to assist in the establishment of code offices. This funding will be provided on a reimbursement basis. The Department of Public Safety in conjunction with the UCCC are working with the Louisiana Recovery Authority, GOHSEP,

FY 2008 MAJOR BUDGET ISSUES

the planning phase with GOHSEP of when this funding will be added to their budget via BA-7 in FY 08 budget.

*Included within Act 18 of the 2007 Regular Legislative Session (HB 1), the following amount for building code enforcement: *\$3.5 million Statutory Dedication-State Emergency Response Fund (SERF). These monies are upfront in order for small local governments to utilize for building code enforcement. The \$6.8 million and \$14 million for the federal government are reimbursable grant programs. In order to be reimbursed, the local government must have money to expend. The \$8 million in SERF appropriated through BA-7 in FY 07, and the \$3.5 million SERF for FY 08 is mainly for the local governments who have no financial resources available to them for building code enforcement. As it stands now, the total amount of funding made/ to-be-made available to local governments for the implementation of the uniform building code is \$37.0 million.*

NOTE: The Dept. of Public Safety carried forward into FY 08 \$1,032,979 IAT and \$1,954,402 statutory dedication-State Emergency Response Funding (SERF) for building code enforcement expenditures initially budgeted in FY 07. Therefore, the total amount budgeted in FY 08 for building code enforcement in FY 08 is \$6,487,381 (\$1,032,979 IAT & \$5,454,402 SERF).

DEPT / AGY: Public Safety

Office of State Police

ISSUE: Criminal Identification Fund

The Criminal Identification Fund is a fund utilized by the Louisiana Bureau of Criminal Identification and Information within State Police to fund various activities associated with criminal history and records maintenance. Those activities include: State Police Crime Lab, Criminal Records, Automated Fingerprint Information System (AFIS), Computerized Criminal History (CCH). The current FY 08 budget authority for this fund is \$14,965,045, which is currently budgeted within these various activities as follows:

| | |
|------------------|---------------------|
| Crime Lab | \$3,573,913 |
| Criminal Records | \$3,479,323 |
| AFIS | \$3,470,892 |
| CCH | \$4,181,493 |
| General | <u>\$259,424</u> |
| TOTAL | \$14,965,045 |

Of this \$14,965,045 currently budgeted as of 09/01/2007, \$10,148,719 is FY 07 state general fund deposited into the Criminal Identification Fund via Act 208 (HB 615) and the remaining amount being projected revenues to be collected in FY 08.

The fund's main revenue sources, as outlined within R.S. 15:587(B)(1.), are as follows: 1.) \$26.00 processing fee charged to any agency or entity statutorily eligible to receive criminal record information, 2.) \$10.00 fee charged for fingerprinting of any individual. The agency is projecting to collect approximately \$4.0 to \$4.5 million from these fees in FY 08.

The beginning FY 07 fund balance of the Criminal Identification Fund was \$17,920,293. Along with \$10,148,719 of FY 07 state general fund being deposited into this fund during the 2007 Regular Legislative Session (HB 615) and \$4,312,727 of actual revenue collections in FY 07, the total amount revenue available for expenditure in FY 07 is \$32,381,739. According to the latest Treasury reports for this fund, the agency expended \$12,150,381 in FY 07. Therefore, the fund balance of this fund as of 08/15/2007 is \$20,231,358. *To the extent that no additional appropriations are made from the Criminal Identification Fund within FY 08, all currently budgeted expenditures from this fund are completely expended in FY 08 and the agency collects at least \$4.0 million in FY 08, the projected fund balance at the end of FY 08 will be approximately \$9.3 million.*

Since FY 04, this fund has received a state general fund deposit in order to fund expenditures in the subsequent fiscal years. The state general fund deposits are: Act 446 of 2004 Regular Legislative Session - \$3,297,254, Act 138 of 2005 Regular Legislative Session - \$9,210,186, Act 642 of the 2006 Regular Legislative Session - \$10,317,241, Act 208 of the 2007 Regular Legislative Session - \$10,148,719. To the extent that FY 08 excess SGF is available (SGF collected that is more than adopted forecast) and the agency expends all current budget authority of this fund, the Criminal Identification Fund may need excess FY 08 SGF deposited into this fund for expenditure in FY 09 depending upon funding needs for FY 09. Assuming State Police expends all current budget authority, \$14,965,045, in FY 08 and if this fund collects \$4.0 million in FY 09, the total projected revenue available in FY 09 for expenditure from this fund will be approximately \$13,266,313.

The most significant budgeted expenditure of the \$14,965,045 other than personal services from this fund is approximately \$2.8 million in equipment financing/third party leases (DOA-LEAF) payments for maintenance of information technology upgrades associated with AFIS and the CCH. These payments will continue in FY 09, therefore these expenditures will not be non-recurred during the FY 09 budget development process. The only FY 08

FY 2008 MAJOR BUDGET ISSUES

non-recurring budgeted expenditures within this fund are \$222,493 from carry forward BA-7s approved by JLCB on 08/14/2007.

DEPT / AGY: Public Safety Office of Motor Vehicles
ISSUE: Fees and Self-generated Revenues (SGR)

The Office of Motor Vehicles (OMV) collects approximately \$89.8 million in SGR from miscellaneous collections and the OMV handling fee each fiscal year. Below is a table of the past 3 years and the current year projected collections as of September 2007 and the current year, FY 08, OMV transfer-in revenues each public safety is expected to receive in FY 08.

| | PRIOR YEAR FY 05 | PRIOR YEAR FY 06 | PRIOR YEAR FY 07 | EOB FY 08 |
|----------------------------------|-----------------------------|-----------------------------|-----------------------------|----------------------------|
| EXPENDITURES: | | | | |
| Office of Management and Finance | \$21,568,663 | \$20,643,053 | \$19,400,820 | \$22,850,536 |
| Louisiana State Police | \$16,564,148 | \$21,869,202 | \$19,683,840 | \$20,144,009 |
| Legal Affairs | \$2,792,597 | \$3,099,215 | \$2,961,874 | \$3,621,895 |
| Highway Safety Commission | \$152,276 | \$150,074 | \$148,165 | \$160,486 |
| Total Transfer Out | <u>\$41,077,684</u> | <u>\$45,761,544</u> | <u>\$42,194,699</u> | <u>\$46,776,926</u> |
| Office of Motor Vehicles | <u>\$44,958,832</u> | <u>\$48,225,208</u> | <u>\$49,006,931</u> | <u>\$50,548,991</u> |
| TOTAL MOTOR VEHICLE FEES | <u>\$86,036,516</u> | <u>\$93,986,752</u> | <u>\$91,201,630</u> | <u>\$97,325,917</u> |
| REVENUE COLLECTIONS: | | | | |
| Miscellaneous Collections | \$81,182,563 | \$83,576,629 | \$81,647,963 | \$84,725,472 |
| Transfer-in (Handling Fee) | \$5,507,467 | \$6,209,427 | \$9,674,615 | \$6,552,465 |
| Prior Year Cash | \$9,474,214 | \$10,127,728 | \$5,927,032 | \$6,047,980 |
| Projected Collections | \$96,164,244 | \$99,913,784 | \$97,249,610 | \$97,325,917 |
| Balance | <u>\$10,127,728</u> | <u>\$5,927,032</u> | <u>\$6,047,980</u> | <u>\$0</u> |

The OMV collects approximately \$89.8 million in fees each year for expenditure, but the agency itself only spends approximately 51% to 55% each fiscal year. The remaining OMV collections for expenditure are budgeted within other public safety agencies as a budgeted revenue source called OMV Transfer-in and are classified within that agency as SGR. As of 09/01/07, there is approximately \$46.8 million of OMV collected fees transferred to other public safety agencies. Those agencies include: Office of Management and Finance (OMF), State Police, Legal Affairs and the Highway Safety Commission.

- *Of the current budgeted SGR for OMF of \$24.3 million, approximately \$1.5 million is NOT OMV Transfer-in fees.
- *Of the current budgeted SGR for State Police of \$35.1 million, approximately \$14.7 is not OMV Transfer-in fees.
- *Of the current budgeted SGR for Legal Affairs of \$3.6 million, \$1,000 is NOT OMV Transfer-in fees.
- *All of the budgeted SGR for the Highway Safety Commission are OMV Transfer-in fees in the amount of \$160,486.

These collected OMV fees will not revert to the SGF at the end of FY 08 due to language contained in Act 18 that states, "SGR from prior and current year collections" (Page 100, line 36, Act 18).

NOTE: The OMV updates current year projections throughout the fiscal year. As of 09/01/2007, the OMV has budgeted all projected collections in FY 08. These projections will be updated in the current year, FY 08, and budget year, FY 09, during the FY 09 budget development process. To the extent the department instills a conservative approach to projecting these fee collections each fiscal year, the current projection of \$97.3 million will most likely increase.

DEPT / AGY: Health & Hospitals Medical Vendor Payments
ISSUE: Disproportionate Share Hospital (DSH) Payment CAP

The Uncompensated Care Costs Program in Medical Vendor Payments provides disproportionate share hospital payments (DSH) to qualifying hospitals for certain uncompensated care costs associated with serving uninsured and indigent patients. DSH funds consist of both state and federal matching funds. The federal government restricts the amount of DSH funds annually through the implementation of a federal DSH cap per state. Any additional UCC cost funding over the federal cap would require 100% SGF. The state and federal cap for Louisiana for FY 08 is \$1,010,017,938 (assumes a 72.47% federal match rate). The federal funds cap is approximately \$731,960,000.

In Act 18 (HB 1), the UCC Program is appropriated \$989,965,796 for various providers. This appropriated level of DSH funding places the state within \$20,052,142 from the federal DSH cap.

FY 2008 MAJOR BUDGET ISSUES

The funds are allocated as follows:

\$508,887,001 - LSU HSC Health Care Services Division
\$138,756,689 - LSU HSC Shreveport
\$38,152,001 - LSU HSC E.A. Conway Medical Center
\$108,851,925 - Mental Health Public Psyc Free Standing Units
\$1,026,000 - Villa Feliciana Chronic Disease Hospital
\$100,292,180 - Private and Public Rural Hospitals and clinics
\$87,000,000 - Public and Private Community Hospital Pool
\$7,000,000 - All other DSH hospitals (non rural)
\$989,965,796

DEPT / AGY: Health & Hospitals Medical Vendor Payments
ISSUE: UCC Hospital Pool

In FY 07, \$120 million was appropriated in Uncompensated Care (UCC) for a Community Hospital Pool for payments to certain public and private community hospitals. The match required to draw down the federal participation in the pool was \$15.5 million in SGF and \$20.9 million in Statutory Dedications (source is from hospital certifications of costs incurred to provide services to uninsured recipients).

Act 18 continues funding for the hospital pool, and \$87 million in total funding is appropriated. The match required includes approximately \$1 million in SGF, and \$23 million in statutory dedication funding (CPE's from prior year).

DEPT / AGY: Health & Hospitals Medical Vendor Payments
ISSUE: Healthcare Redesign Initiatives

Act 18 includes funding for various healthcare redesign initiatives. Act 208 (HB 615) includes \$120.2 million for deposit into the Health Care Redesign Fund, and approximately \$112,927,071 million in statutory dedications (SGF) is appropriated in FY 08 for new programs and services (\$54 million in Medical Vendor Payments alone). These initiatives include additional health coverage for kids (eligibility from 200% of the federal poverty level to 300%); implementing information technology applications for data sharing between providers; the Louisiana Health Care Quality Forum; eligibility changes to LaHIPP, LaMOMS, and Buy-Ins; the Family Opportunity Program; implementing a medical home pilot program in New Orleans; additional funding for recruitment and retention of various healthcare professionals; preventive immunizations; various waiver enhancements emphasizing community based services for elderly and disabled; new funding for certain CPT codes associated with providing psychiatric services by behavioral health professionals; rate increases to various providers; and increases in various Medicaid rates to 90% of Medicare levels for purposes of implementing physician participation.

DEPT / AGY: Health & Hospitals Medical Vendor Payments
ISSUE: One Time Revenues

The FY 07 Medicaid Program contains approximately \$693.7 million in non-recurring revenues that fund various providers and services in the Medical Vendor Payments Program. These one-time revenues are itemized below.

\$6.9 M – Over collections from DHH agencies
\$15.9 M – FEMA reimbursement from OEP
\$412.6 M – LMATF – FY 06 Excess
\$17 M – One time rebasing from the principle (corpus) of the MTFE
\$241.3 M – Deficit Reduction Act (DRA) FMAP relief – 100% federal match relief
\$693.7 M

FY 08 Medicaid funding reflected in Act 18 includes \$590.4 million in non-recurring revenues.

\$414.2 M - LMATF (FY 06/07 anticipated SGF balance-Excess) used as match in private providers program.
\$114.0 M - 100 % federal matching (Deficit Reduction Act) funds in the Private Providers Program due to Hurricanes
\$39.0 M - CPE revenues from FY 07 DSH from non-state public hospitals used as match in the Private Providers Program
\$23.1 M - CPE revenues from FY 07 DSH from non-state public hospitals used as match in the UCC Comm. Hosp.

FY 2008 MAJOR BUDGET ISSUES

Pool
\$137,650 - Anticipated DHH over collections used for match for St. Bernard Hospital contingency appropriation
\$590.4 M

NOTE: *In addition, the majority of funds anticipated to be deposited into the Healthcare Redesign Fund are one time funds. There is currently \$120.2 M (SGF from FY 07 receipts) appropriated in Act 208 (HB 615) anticipated for deposit into the Health Care Redesign Fund. For FY 09, \$8.2 million SGF will remain in the fund to support the services funded in FY 08 (\$112 million SGF) throughout schedule 09.*

DEPT / AGY: Health & Hospitals Office of Mental Health (State Office)
ISSUE: Forensic Beds

Twenty-five (25) forensic beds were approved for an expansion of Feliciana Forensic Unit via BA-7 in January 2007. \$916,000 was allocated in FY 07 and \$6.3 million is annualized in Act 18. The agency set a target date of 6/30/07 to begin admitting patients. The agency is having difficulty with recruiting nurses, social services workers, and psychiatrists, which could cause some delay in meeting the target date.

There has been an ongoing issue with the opening of additional beds to help reduce the waiting list of patients who are housed in parish prisons across the state to meet court ordered mandates. Forensic patients are currently being housed at East, Southeast, Central, and Feliciana. There are a total of approximately 140 people who are on the waiting list. Presently, Feliciana Forensic Unit has a total of 235 forensic beds and 235 forensic clients. Other forensic patients are occupying civil beds at other facilities. The agency does not foresee any additional beds being opened in the next fiscal year.

Total Forensic Patients
Central 56 – Civil
Southeast 5 - Civil
East Hospital 157 - Civil
Feliciana Forensic Unit - 235

Act 18 provides funding of \$6.3 million for the Feliciana Forensic Unit 25-bed expansion.

DEPT / AGY: Health & Hospitals Office for Citizens w/ Developmental Disabilities
ISSUE: Cash Subsidy Slots

The agency requested 141 additional cash subsidy slots at a cost of \$439,632 in FY 08. Cash assistance of \$258 per month is given to families who have children, ages 3 to 18, with severe mental retardation. Currently, a statewide list is used to fill slots as they become available. This has caused some inequities in the distribution of slots on a regional/district level. To correct these inequities, the agency would use the 141 slots to equalize the waiting list date so that every region's waiting list will begin with July 1, 2002. From that point forward, the region/district funding will be allocated based on population and the region/district will maintain its own waiting list.

There are currently 1,527 filled slots and 55 vacancies. The vacancies are in the process of being filled and is expected to bring the waiting list date to January 2002. To date, there are 5,924 people on the waiting list. No additional funding was allocated in FY 08 for cash subsidy slots.

DEPT / AGY: Health & Hospitals Office for Citizens w/ Developmental Disabilities
ISSUE: Juvenile Youth with Mental Health and Developmental Disabilities

Juvenile Court Judges are seeing an increasing number of youth coming through the court system that have mental health and developmental disabilities. Juvenile Court Judges are wanting to send these youth to DHH in lieu of sending them to youth correctional centers because these are youth that have committed minor crimes and need medical treatment to deal with their problems. DHH does not presently have a structure set up to treat youth that are mentally ill and have a developmental disability. DHH agrees that places such as the Office of Youth Development are not the appropriate setting for these youth and has determined that to treat this special population, it will cost \$2.5 million dollars and 37 T.O. to staff 12 additional beds at Central Hospital in Pineville. According to DHH, these youth may also qualify for DSH funding if they are receiving treatment in a hospital setting.

FY 2008 MAJOR BUDGET ISSUES

Disabilities to provide 12 beds for 6 months. According to DHH, only 6 months of funding is being provided because it will time to hire the additional personnel to staff the beds.

DEPT / AGY: Environmental Quality

ISSUE: Environmental Trust Fund

DEQ projected its available Environmental Trust Fund (ETF) revenue for FY 08 (\$58,404,342) at approximately \$8 million less than the \$66.4 ETF budgeted in the General Appropriation Bill. The department indicated that it could not absorb this difference without substantial cuts to its operations, including layoffs.

DEQ's recurring revenue based upon fees has remained relatively flat since FY 04, averaging \$50 million annually. DEQ projected \$49 million in ETF revenues for FY 07, but is projecting a recovery in these revenues back to \$50 million in FY 08. Other ETF funding sources such as interest earnings have declined over time because of declining fund balances and interest rates. Monies in the Hazardous Waste Site Cleanup Fund in excess of its \$6 million cap also flow into the Environmental Trust Fund, but the revenue from this source has proven to be volatile (\$8.6 million in FY 02, \$4.57 million in FY 03, \$11 million in FY 04, almost \$4.9 million in FY 05, \$5.47 million in FY 06, and is projected at \$4.5 million in FY 07 and FY 08). DEQ has traditionally carried forward its previous year's balance of unexpended ETF revenue each year to be used together with recurring revenue to fund its operations. This balance was \$24.9 million in FY 04, \$20.2 million in FY 05, and \$13.6 million in FY 06. DEQ projected an unencumbered balance in ETF funds of \$1.68 million at the close of FY 07.

DEQ has used a conservative estimate for Hazardous Waste Site Cleanup Fund overflow monies in FY 08 of \$4.5 million. This amount essentially reflects the anticipated revenue which should be generated from the Hazardous Waste Tax, which has ranged over the last 6 years from a low of \$4.4 million in FY 02 to a high of \$5.6 in FY 05. Fines and penalties for violation of the Environmental Quality Act are also deposited into the Hazardous Waste Site Cleanup Fund. To the extent that fines and penalties are collected during FY 08, the shortfall in ETF may be somewhat less than projected. Fines and penalty amounts deposited into the Hazardous Waste Site Cleanup Fund have ranged over the last six years from \$1.8 million in FY 03 to \$7.3 million in FY 04, and are obviously difficult to project.

Act 208 (Supplemental Appropriations Bill No. 615) provided for deposit of \$8,557,287 in SGF into the Environmental Trust Fund to address the potential shortfall in ETF in FY 08. However, at the close of FY 07 DEQ realized an end of year balance in ETF of roughly \$13 million. Collections to the fund were approximately \$1.6 million greater than initially projected; and expenditures were approximately \$11.4 million less than finally budgeted in FY 07 due to higher than expected attrition rate and over-budgeting of Group Benefits (\$6.1 million unexpended budget for Salaries and Related Benefits), \$2.7 million less expenditures in operating expenses than budgeted, \$1.3 million less expenditures for professional services than budgeted, \$300,000 less in acquisition expenditures than budgeted, and \$800,000 in interest earnings in excess of projections. Based on ETF projections for the current year, DEQ should carry this fund balance through the current fiscal year.

DEPT / AGY: Environmental Quality

Office of Management & Finance

ISSUE: Waste Tire Management Fund

At the close of FY 07, DEQ was in arrears by approximately \$3.5 million to waste tire processing facilities for tires reported as processed and for which there was insufficient revenue in the Waste Tire Management Fund to fully subsidize these facilities. When funds are available this liability is paid monthly on a pro-rata basis of the total amount owed to these facilities. Ongoing revenue collections to the Waste Tire Management Fund are not anticipated to be sufficient to pay off these liabilities in FY 08. Act 208 (Supplemental Appropriations Bill 615) provided for deposit of \$3,545,348 in SGF into the Waste Tire Management Fund for payments to waste tire processors. These monies have been distributed to waste tire processors as provided by the supplemental bill.

DEPT / AGY: Labor

Office of Workforce Development

ISSUE: Renewal of the Incumbent Worker Training Program

Louisiana's Incumbent Worker Training Program (IWTP) was created in 1997 to help businesses develop skills of existing employees and increase employee productivity and company growth. IWTP aims to retain existing jobs, create new jobs, and increase wages of trained workers. According to the Louisiana Department of Labor (LDOL), the IWTP has trained 206,000 Louisiana workers since its inception, at a cost of \$1,050 per participant. IWTP's funding source, in conjunction with the \$6 million to \$50 million-dollar assessments, expires under existing state law at the end of calendar year 2007.

FY 2008 MAJOR BUDGET ISSUES

The IWTP is funded by a portion of Unemployment Insurance (UI) tax contributions dedicated solely for customized training, and other individual, standardized training. IWTP's funding amount or "assessment" each year, known as "social charges", depends on the UI Trust Fund balance. Act 59 of the 2007 Regular Legislative Session established the following assessment schedule based:

| <u>UI Trust Fund Balance</u> | <u>IWTP Assessment</u> |
|------------------------------|------------------------|
| \$0 to \$999,999 | \$0 million |
| \$1.0 billion to \$1,249,999 | \$20 million |
| \$1.25 billion or greater | \$35 million |

Act 59 of the 2007 Regular Legislative Session made the following changes to the Incumbent Worker Program:

1. Allows the Secretary of the Labor the discretion to annually set aside an amount up to 10 percent of the amount appropriated to the account by the legislature for pre-employment training in any year in which the legislature appropriates funds for training equal to or exceeding those funds appropriated in the previous year to the Rapid Response Fund created by R.S. 51:2361 or the Louisiana Economic Development Fund created by R.S. 51:2315.
2. Align IWTP reauthorization with the LDOL sunset reauthorization.
3. Changes the maximum amount of social charge assessment for the Employment Security Administration Account to a flat amount (\$4 million) instead of tying it to the IWTP assessment.

The current budget IWTP is \$47,376,731 with 30 related positions. Of this amount, \$3,900,000 is for staff and administrative functions, with the remaining \$43,476,731 in Other Charges to pay for actual training.

DEPT / AGY: Wildlife & Fisheries

ISSUE: Conservation Fund

Revenues to the Conservation Fund are projected to decrease in the next two fiscal years causing an estimated deficit of approximately \$8.3 million in FY 09.

Act 455 (HB 919) dedicates mineral revenues from the Attakapas Wildlife Management Area in the absence of the Governor's proclamation, for deposit into the Conservation Fund, effective 7/1/08.

According to the Department of Natural Resources, revenue collections from the Attakapas WMA over the last 7 years has ranged from \$15.2 million and \$26.3 million. Based on the average of the last 3 years, the Department of Wildlife and Fisheries projects the Conservation Fund will see an increase in revenue of approximately \$19.2 million per year.

In FY 05, a proclamation by the Governor dedicated Attakapas WMA revenues for that year to the Conservation Fund in the amount of \$24.5 million. Another proclamation in FY 07 provided funds from the WMA to the Conservation Fund. However, the Department of Wildlife and Fisheries has yet to receive the approximate \$18 million involved in FY 07. In FY 06 no proclamation was issued and no funds transferred.

DEPT / AGY: Higher Education

ISSUE: Critical Capital Outlay Needs - Deferred Maintenance

The Office of Facility Planning and Control has identified nearly \$1.5 billion in deferred maintenance needs at all levels of higher education. The OFPC breaks capital needs into 4 distinctions Categories 1 thru 5 with Category 1 representing "critical" capital outlay repairs needed. In Act 203 (supplemental capital outlay appropriation in HB 765), \$31 million was provided to address some of this backlog.

Below is a list of the cost of maintenance needs by system that is broken down into 2 components - critical and total amounts. Both OFPC and the Board of Regents have detailed lists of the actual projects by campus.

| Deferred Maintenance | Critical | Total | % Critical |
|-----------------------------|-----------------|-----------------|-------------------|
| LSU System | \$114.5 Million | \$633.4 Million | 18% |

FY 2008 MAJOR BUDGET ISSUES

| | | | |
|-------------------------|------------------------|-----------------------|------------|
| Southern System | \$17.5 Million | \$124.3 Million | 14% |
| University of LA System | \$113.2 Million | \$566.8 Million | 20% |
| LCTCS | \$15.9 Million | \$145.6 Million | 11% |
| BOR | \$1.1 Million | \$4.6 Million | 24% |
| Total | \$262.2 Million | \$1.47 Billion | 18% |

Facility Planning and Control estimates that the agency can realistically expend no more than \$60 million annually on these projects if the money is available because of the bidding and processing time required. This means fixing the estimated \$262.2 million in critical repairs would take between 4 - 5 years to complete. Further, each year, more repairs in the Category 2 become Category 1 "critical" projects. Also, the rebuilding effort associated with hurricanes Katrina and Rita have increased the price to build and repair. This trend is expected to continue for at least the near future. If OFPC funded all the projects at once, prices would rise even more requiring more money to complete the maintenance.

The LFO does not know how these funds will be allocated per campus at this time.

DEPT / AGY: Higher Education

ISSUE: Pennington Biomedical Research Center (PBRC)

Act 18 appropriated \$1 million for each of the following initiatives: Adult stem cell research, translational technology and diabetes reversal research. These funds will be used to hire staff and purchase equipment to support the initiatives.

At the present time, Pennington is filled to capacity and is limited in its ability to accept new grants and to expand. The center needs an additional \$25 million (80,000 square foot) Clinical Research Building to remain competitive and to aid in attracting top researchers. Pennington competes with the Stowers Institute for Medical Research in Kansas City, Missouri for federal and private grant awards for nutritional and biomedical research.

The center was constructed using an initial \$125 million donation made by C.B. "Doc" Pennington in the 1980s. That grant is now fully leveraged and cannot be used to secure additional funding for new construction. Pennington staff anticipates attracting 300 new staff members if the building is constructed. PBRC presently employs more than 600 doctors and staff. If constructed and once fully functional, the new space will allow PBRC to generate \$15 million annually in new grants in the first 3 years and \$20 million annually within 5 years. In the current year, the center received \$5 million for planning and construction of a new building.

The center estimates that it generates an additional \$3 in federal and private grant money for every dollar of SGF allocated. Initially, the center operated strictly on federal funding. Below is a chart detailing the financing since inception:

| FY | SGF | Federal | Private | Total Funding | Off-budget | Grand Total | MOF other* than SGF |
|----|-----------|------------|------------|---------------|------------|-------------|---------------------|
| 89 | - | 2,386,993 | 1,438,805 | 3,825,798 | 27,539,736 | 31,365,534 | 100% |
| 90 | - | 4,307,360 | 1,532,401 | 5,839,761 | - | 5,839,761 | 100% |
| 91 | 5,021,991 | 2,633,720 | 274,215 | 7,929,926 | - | 7,929,926 | 37% |
| 92 | 4,731,482 | 2,756,713 | 433,022 | 7,921,217 | 412,041 | 8,333,258 | 43% |
| 93 | 4,452,662 | 5,314,640 | 591,461 | 10,358,763 | 3,825,857 | 14,184,620 | 69% |
| 94 | 4,352,450 | 5,122,917 | 1,924,124 | 11,399,491 | 24,483,599 | 35,883,090 | 88% |
| 95 | 4,488,640 | 6,400,228 | 2,903,944 | 13,792,812 | 76,732 | 13,869,544 | 68% |
| 96 | 5,006,637 | 7,500,214 | 2,839,155 | 15,346,006 | 2,181,274 | 17,527,280 | 71% |
| 97 | 4,978,073 | 7,109,718 | 4,140,975 | 16,228,766 | 262,568 | 16,491,334 | 70% |
| 98 | 5,252,065 | 8,432,972 | 3,036,063 | 16,721,100 | 2,426,207 | 19,147,307 | 73% |
| 99 | 5,336,505 | 9,393,220 | 3,815,610 | 18,545,335 | 1,431,027 | 19,976,362 | 73% |
| 00 | 5,287,247 | 10,142,603 | 8,040,987 | 23,470,837 | 457,349 | 23,928,186 | 78% |
| 01 | 5,342,688 | 11,366,428 | 9,930,775 | 26,639,891 | 4,111,861 | 30,751,752 | 83% |
| 02 | 8,539,887 | 13,565,683 | 9,756,698 | 31,862,268 | - | 31,862,268 | 73% |
| 03 | 9,044,056 | 12,244,626 | 12,441,747 | 33,730,429 | - | 33,730,429 | 73% |

FY 2008 MAJOR BUDGET ISSUES

| | | | | | | | |
|----|------------|------------|------------|------------|------------|------------|---------------|
| 04 | 10,038,603 | 16,171,787 | 13,218,366 | 39,428,756 | 43,015,766 | 82,444,522 | 88% |
| 05 | 10,035,780 | 17,607,702 | 15,852,626 | 43,496,108 | - | 43,496,108 | 77% |
| 06 | 10,627,049 | 21,724,674 | 16,426,865 | 48,778,588 | 513,484 | 49,292,072 | 78% |
| 07 | 12,233,332 | 23,000,000 | 17,500,000 | 52,733,332 | 5,750,000 | 58,483,332 | 79% Projected |

*This column represents the percentage of private and federal grants vs. the amount of SGF.

DEPT / AGY: Elem. & Secondary Educ.
ISSUE: Federal Funds Provided for Hurricane Recovery

A significant amount of federal funds have been provided to the State for hurricane related recovery of K-12 Education. The following has been provided for K-12 Education since the hurricanes:

| | |
|---|------------------------|
| Federal Charter School Grant | \$20,922,000 |
| Federal Impact Aid for Displaced Students | \$291,716,760 |
| Federal Restart Funds | \$445,604,439 |
| Community Development Block Grant | \$50,000,000 |
| FEMA | <u>\$335,126,824</u> |
| Total | \$1,143,370,023 |

The Charter School Grant funds were provided to serve students in charter schools that were displaced by the hurricanes. The funds may be expended on temporary salaries and benefits, replacing equipment, textbooks, supplies and staff development or student counseling. These funds were budgeted in December of 2005; however, all of the funds were not expended and \$12 million was carried forward in the current year.

The Impact Aid for Displaced Students was a one-time grant to be used by both public and nonpublic schools to assist with expenses of educating students displaced as a result of the hurricanes. Of the total award, \$279,354,072 has been allocated, and the local school district's have drawn down \$272,795,145. The amount of these funds needed was estimated. The nonpublic school tuition amounts differed from what was estimated, thus, the difference in what was drawn.

Restart Funds were provided for expenses related to the restart of operations, re-opening of schools, and re-enrolling of students. Out of the total award, \$293,284,486 has been received and allocated, and the local school districts have drawn \$134,238,252.

Community Development Block Grant (CDBG) and FEMA funds are provided to rebuild schools and construction of new schools, and some school supplies and equipment. The Charter School, CDBG and FEMA funds have all been budgeted in the Recovery School District. The Impact Aid and Restart Funds have been allocated to schools across the state.

DEPT / AGY: Special Schools & Comm. Office of Student Financial Assistance
ISSUE: TOPS Program Status - Total Available TOPS Funds FY 08

In the current year the agency projects 43,089 awards will awarded and accepted for a total cost of \$118.1 million.

Actual expenditures for FY 07 were \$121.6 million for 42,781 awards. This increase in funding reflects an anticipated increase in the number of students who earn, accept and retain awards over the storm affected current year number of students with TOPS awards and contains a significant amount of funds to cover prior year billings.

The agency projects a 77% retention rate for 1st year students increasing to almost 90% for seniors in the program which have been steadily increasing which cause cost increases.

In FY 08, FY 07 carryforward obligations, awards which are billed after August 15, 2006 will have to be paid from the agency's operating budget. However, this amount is expected to be minimal because in the FY 07, OSFA was able to pay all of the current year awards as well as all prior year billings.

Three dynamics will continue to affect TOPS funding requirements - demographics, increasing award costs and rising tuition. According to projections made and accepted by the Education Estimating Conference, high school graduations are expected to decrease in the near future, award amounts are expected to increase because more students are earning stipend awards thereby keeping the program cost around \$117 million annually. Also, higher percentage of high school graduates are earning TOPS awards and the retention rates have improved over time.

FY 2008 MAJOR BUDGET ISSUES

Further, at some point in the future, tuition will rise. In the past, three percent tuition increases have been approved. For every 3% tuition increase, TOPS costs may be expected to rise by \$3.5 million dollars.

In Act 18, TOPS funding has been reduced to \$119.1 million for all award levels to more accurately reflect the most recent projections of the number of awards which will be earned and retained. This adjustment represents a decrease of approximately \$1.4 million but still represents full funding of the program for the estimated number of awards.

DEPT / AGY: Elem. & Secondary Educ. Recovery School District

ISSUE: Facilities progress in the Recovery School District

As a result of Act 35 of the 2005 First Extraordinary Session, 112 schools in New Orleans were placed under the control of the Recovery School District. The Recovery School District is responsible for rebuilding and reforming New Orleans failed public schools. Currently, the Recovery School District is managing 22 public schools and 17 charter schools that serve over 17,000 students. The Orleans Parish School Board has control over 13 charter schools and 5 public schools that serve over 9,000 students.

The Department of Education anticipates that over 81 schools will be available for FY 08 with a capacity of over 40,000 students; however, these figures change often depending on the return of students and changes to the Master Plan. Some of the schools available will be modular schools. According to the Department of Education, as of March 15th approximately \$104.6 million has been paid for construction/recovery costs for the Recovery School District in the current year. The expenditures were from Emergency Response Funds, FEMA funds and Federal Restart Funds.

According to the Department of Education, The Recovery School District and the Orleans Parish School Board will be working with the City of New Orleans' Office of Recovery Management to solicit proposals for the development of a new Master Plan for public schools in Orleans Parish. The new Master Plan will be a guide for future school renovations and new construction. Community input will be solicited as well. The development of this plan is expected to be complete in January 2008. Once a contractor is selected it is anticipated that the following services will be provided:

*Develop facility standards;

*Anticipate and address future enrollment projections and capacity needs;

*Develop an educational program for every school expected to be opened;

*Evaluate existing school facilities;

*Prepare a capital renewal forecast for maintenance and planning for the next ten years;

*Prepare a facilities master plan incorporating the recommendations of the Unified New Orleans Plan, the building requirements from the Louisiana Recovery Authority, and floodplain levels; and

*Conduct community engagement workshops throughout the planning process.

DEPT / AGY: LSU Health Care Services Division

ISSUE: HCSD Medicaid Claims

The LSU Health Care Services anticipated an initial appropriation of \$184,571,086 for FY 08. Medicaid revenues are paid through the Medical Vendor Payments Program in DHH to the HCSD facilities for medical services provided to Medicaid eligible recipients. Although services remain significantly reduced at the HCSD facilities in New Orleans (MCLNO and University Hospital), HCSD anticipates that the system can earn approximately \$59.6 million in additional Medicaid claims over the amount budgeted for FY 07 (\$134 million).

| <u>FY 06 Actual</u> | <u>FY 07 Budget</u> | <u>FY 08 Appropriated</u> |
|---------------------|---------------------|---------------------------|
| \$156,716,133 | \$133,753,309 | \$193,524,675 |

DEPT / AGY: LSU Health Care Services Division

ISSUE: Facilities

University Hospital

LSU HCSD is renovating the University Hospital in New Orleans to provide general hospital services. Services in this facility are only intended to be short term. According to HCSD, \$13 million in funding is coming from FEMA for repairs, and the HCSD anticipates at least an additional \$7 million (\$21 million total) will be required to complete the repairs. HCSD has succeeded in staffing and opening 224 beds (167 Med-Surg beds, 31 ICU beds, and 25 psych beds) and approximately 20 specialty clinics. Included in these numbers is the move of trauma services (39 beds) from the leased Elmwood location to University Hospital. In addition, HCSD is working to open 6 neighborhood

FY 2008 MAJOR BUDGET ISSUES

community clinics and is prepared to accomplish this action as soon as the city of New Orleans approves proposed locations. Operational costs have increased post Katrina above the levels funded in FY 07. It is estimated that an additional \$83.6 million in Medicaid and/or UCC will be required for the operational costs associated with the opening of an additional 116 beds at MCLNO.

Huey P. Long Medical Center

The Office of Facility Planning and Control has contracted with consultants to produce a strategic financial and campus master plan for a proposed replacement facility for Huey P. Long Medical Center in Pineville, Louisiana. The consultants are currently developing a draft of the financial plan, with master planning complete during the second quarter of 2007. The overall plan intends to produce a balanced financial plan, facility strategy, and department-level space programming.

Budget Issue: Non-reimbursable costs

In FY 07, HCSD is projected to incur approximately \$114 million in costs to physicians, costs of prisoner care, equipment, etc. that is not reimbursable under Medicare, Medicaid and/or UCC. The FY 07 state general fund budget to fund these costs is \$69.5 million. In FY 08 an additional SGF appropriation of approximately \$10.5 million to partially offset non-reimbursable costs, which are projected to be \$91 million. HCSD uses items such as depreciation which are reimbursable under Medicare, Medicaid and/or UCC and do not require a direct outflow of cash to fund this remaining balance of \$44.5 million. This leaves HCSD without the resources necessary to recapitalize the facilities and equipment necessary to continue providing services to the uninsured and underinsured population.

DEPT / AGY: Other Requirements Supplemental Pay to Law Enforcement
ISSUE: Per Month Increase of \$125 for Supplemental Pay

Included within Act 18 of the 2007 Regular Legislative Session (HB 1) is \$98.4 million total funding for Supplemental Pay to Local Law Enforcement Personnel (20-966). This is an increase of \$28,519,500 over FY 07 existing operating budget. The bill includes a \$125 per month per individual increase for Deputy Sheriffs, Municipal Police and Firefighters. In order for the increase to be appropriated via HB1 for Deputy Sheriffs, Municipal Police and Firefighters, the statute that sets the amount, currently \$300 per month, must be changed via legislation (HB 4). Therefore the amount of the current increase of \$28.3 million is contingent upon legislative approval of the \$125 per month per individual increase.

| | | |
|------------------|-----------------------------|--------------------|
| Deputy Sheriffs | 7,900 x \$125 x 12 months = | \$11,850,000 |
| Municipal Police | 6,025 x \$125 x 12 months = | \$9,037,500 |
| Firefighters | 4,930 x \$125 x 12 months = | <u>\$7,395,000</u> |
| | | \$28,282,500 |

Also included within Act 18 of the 2007 Regular Legislative Session (HB 1) is a \$25 per month per individual increase for Constables and Justices of the Peace. Constables and Justice of Peace are also included within Other Requirements-Supplemental Pay to Law Enforcement; however, their current per month pay of \$75 per month per individual is in another statute (R.S. 13:2591). R.S. 13:2591 provides for a per month supplement of up to \$100 per month per individual. Enrolled HB 1 includes additional funding of \$237,000 SGF to increase the per month per individual supplement by \$25 (from \$75 to \$100).

There are also 3 line item amendments included within this budget unit within Act 18.

* \$275,400 - The \$275,400 State General Fund contingency is contingent upon voter approval of a constitutional amendment to amend Article X, Section 10(A)(1.), which will allow commissioned law enforcement officers employed on a full-time basis who patrol waterways and riverfront areas and for fire protection officers who provide fire protections services to a port authority to be eligible for state supplemental pay. The \$275,400 represents the amount needed to fund a per month supplemental payment of \$425 to 54 individuals working for the Port of New Orleans. SB 286 of the 2007 Regular Legislative Session is the enabling legislation to this constitutional amendment, which originated as SB 128 of the 2007 Regular Legislative Session. If approved by the voters on October 20, 2007, this amount will be added to the FY 08 budget via a DOA in-house BA-7.

* \$153,000 - contingent upon the passage of HB 4, which is now Act 281, for supplemental pay to harbor police officer, fireboat operator and bridge police officers who are not state employees. The Greater New Orleans Expressway Commission employs 30 commissioned officers to patrol the Huey P. Long Bridge and the Lake Pontchartrain Causeway. These individuals will receive \$425 per month assuming the \$125 supplemental pay increase is approved by the legislature and signed by the governor.

FY 2008 MAJOR BUDGET ISSUES

enforcement officer of the Tunica-Biloxi Tribe.

Act 513 of the 1997 Regular Legislative Session increased the supplemental pay per month payment from \$278 per month per individual to its current rate of \$300 per month per individual.

Louisiana Legislative Fiscal Office

Section V

TABLES

Fiscal Year 2007-2008

**Breakdown of the Temporary Assistance for Needy Families (TANF)
Funding for FY 08**

Literacy

| | |
|--|---------------------|
| Private Pre-K Program | \$8,500,000 |
| After-school Education | \$9,500,000 |
| Truancy Assessment | \$744,470 |
| General Education Development (GED) Test | \$500,000 |
| Jobs for America's Graduates (JAGS) | \$500,000 |
| <i>Total</i> | <i>\$19,744,470</i> |

Employment

| | |
|------------------------------|------------------|
| Micro Enterprise Development | \$750,000 |
| <i>Total</i> | <i>\$750,000</i> |

Family Stability

| | |
|---|---------------------|
| CASA Program | \$3,670,000 |
| Drug Court | \$5,000,000 |
| Domestic Violence | \$1,500,000 |
| Community Response Initiatives | \$1,500,000 |
| Abortion Alternative Services | \$1,000,000 |
| Low-Income Father Parenting Initiatives | \$1,500,000 |
| LA Nurse Family Partnership | \$2,000,000 |
| <i>Total</i> | <i>\$16,170,000</i> |

Other

| | |
|---|---------------------|
| Individual Development Accounts (IDA) | \$3,500,000 |
| Earned Income Tax Credit (EITC) | \$1,500,000 |
| Child Protection Investigation Services | \$16,000,000 |
| Freedom Schools | \$3,500,000 |
| Homeless Families | \$1,000,000 |
| Early Headstart | \$5,000,000 |
| Teen Pregnancy Prevention | \$5,500,000 |
| Solution to Poverty | \$1,000,000 |
| <i>Total</i> | <i>\$37,000,000</i> |

Grand Total ***\$73,664,470***

Louisiana Education Quality Trust Fund - 8(g): 1986-87 to 2006-07

Beginning 1986-87 Fund Balance - \$540,699,504 with Annual Interest and Royalty Deposits

| Permanent Fund: | 1989-90 | 1990-91 | 1991-92 | 1992-93 | 1993-94 | 1994-95 | 1995-96 | 1996-97 | 1997-98 |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <i>Cash Value</i> | \$582,888,804 | \$599,885,115 | \$619,328,374 | \$643,120,282 | \$668,019,726 | \$694,429,303 | \$689,578,656 | \$707,258,020 | \$728,166,189 |
| Investment Income | \$11,794,932 | \$14,154,819 | \$16,062,475 | \$16,837,803 | \$16,738,336 | \$14,135,788 | \$13,186,900 | \$14,303,306 | \$27,795,972 |
| Royalties Income | \$5,201,379 | \$5,288,440 | \$7,729,433 | \$8,061,641 | \$9,671,241 | (\$18,986,435) | \$4,492,464 | \$6,604,864 | \$6,146,468 |
| Total | \$599,885,115 | \$619,328,374 | \$643,120,282 | \$668,019,726 | \$694,429,303 | \$689,578,656 | \$707,258,020 | \$728,166,190 | \$762,108,629 |

| | | | | | | | | | |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Permanent Fund: | | | | | | | | | |
| <i>Market Value</i> | \$613,220,541 | \$641,564,256 | \$694,049,097 | \$733,707,182 | \$680,917,755 | \$704,490,462 | \$713,702,637 | \$760,195,407 | \$817,056,699 |

| Support Fund: | | | | | | | | | |
|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Investment Income | \$35,384,796 | \$42,464,458 | \$48,187,425 | \$50,513,410 | \$50,215,008 | \$38,689,042 | \$38,077,244 | \$39,941,397 | \$40,406,672 |
| Royalties Income | \$8,044,136 | \$8,305,319 | \$5,548,300 | \$6,544,923 | \$11,373,722 | \$33,760,696 | \$13,477,394 | \$19,814,592 | \$18,439,406 |
| Total | \$43,428,932 | \$50,769,777 | \$53,735,725 | \$57,058,333 | \$61,588,730 | \$72,449,738 | \$51,554,638 | \$59,755,989 | \$58,846,078 |

A History of the Support Fund and Permanent Fund in Millions of Dollars

| | 1989-90 | 1990-91 | 1991-92 | 1992-93 | 1993-94 | 1994-95 | 1995-96 | 1996-97 | 1997-98 |
|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Support Fund | \$43.4 | \$50.8 | \$53.7 | \$57.1 | \$61.6 | \$72.4 | \$51.6 | \$59.8 | \$58.8 |
| Permanent Fund | \$599.9 | \$619.3 | \$643.1 | \$668. | \$694.4 | \$689.6 | \$707.3 | \$728.2 | \$762.1 |

| Permanent Fund: | 1998-99 | 1999-2000 | 2000-01 | 2001-02 | 2002-03 | 2003-04 | 2004-05 | 2005-06 | 2006-07 | Cumulative Growth Permanent Fund \$301,630,206 <u>\$106,189,387</u> \$407,819,593 |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---|
| <i>Cash Value</i> | \$762,108,629 | \$799,726,036 | \$822,498,152 | \$841,538,930 | \$852,195,675 | \$868,402,048 | \$891,805,723 | \$936,295,533 | \$956,307,390 | |
| Investment Income | \$33,409,785 | \$18,104,819 | \$10,001,192 | \$5,723,829 | \$11,519,457 | \$14,372,777 | \$15,307,935 | \$12,877,985 | \$15,222,398 | |
| Royalties Income | \$4,207,622 | \$4,667,297 | \$9,039,586 | \$4,932,916 | \$4,686,916 | \$9,030,898 | \$8,967,600 | \$7,133,872 | \$6,896,526 | |
| Total | \$799,726,036 | \$822,498,152 | \$841,538,930 | \$852,195,675 | \$868,402,048 | \$891,805,723 | \$916,081,258 | \$956,307,390 | \$978,426,314 | |

| Permanent Fund: | | | | | | | | | | Cumulative Growth Support Fund \$808,271,350 <u>\$326,128,158</u> \$1,134,399,508 |
|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------|---|
| <i>Market Value</i> | \$817,998,820 | \$823,520,329 | \$831,338,021 | \$812,737,083 | \$877,000,364 | \$925,090,380 | \$974,092,325 | \$958,642,904 | \$1,021,316,556 | |
| Support Fund: | | | | | | | | | | |
| Investment Income | \$43,836,613 | \$40,992,264 | \$39,192,784 | \$36,463,986 | \$37,779,199 | \$37,606,959 | \$41,587,080 | \$42,233,206 | \$44,460,712 | |
| Royalties Income | \$12,622,864 | \$14,001,891 | \$27,118,761 | \$14,798,746 | \$14,060,747 | \$27,092,693 | \$26,902,801 | \$21,401,616 | \$20,689,576 | |
| Total | \$56,459,477 | \$54,994,155 | \$66,311,545 | \$51,262,732 | \$51,839,946 | \$64,699,652 | \$68,489,881 | \$63,634,822 | \$65,150,288 | |

A History of the Support Fund and Permanent Fund in Millions of Dollars

| | 1998-99 | 1999-2000 | 2000-01 | 2001-02 | 2002-03 | 2003-04 | 2004-05 | 2005-06 | 2006-07 |
|----------------|----------------|------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Support Fund | \$56.5 | \$55.0 | \$66.3 | \$51.3 | \$51.8 | \$64.7 | \$68.5 | \$63.6 | \$65.2 |
| Permanent Fund | \$799.7 | \$822.5 | \$841.5 | \$852.2 | \$868.4 | \$891.8 | \$916.1 | \$956.3 | \$978.4 |

Constitutional Uses of Support Fund Dollars:

Board of Regents: 1) The carefully defined research efforts of public and private universities in Louisiana. 2) The endowment of chairs for eminent scholars. 3) The enhancement of the quality of academic, research or agricultural departments or units within a university. These funds shall not be used for athletic purposes or programs. 4) The recruitment of superior graduate students.

Board of Elementary and Secondary Education: 1) To provide compensation to city or parish school board or postsecondary vocational-technical professional instructional employees. 2) To insure an adequate supply of superior textbooks, library books, equipment and other instructional materials. 3) To fund exemplary programs in elementary, secondary or vocational-technical schools designed to improve elementary, secondary or vocational-technical student academic achievement or vocational-technical skill. 4) To fund carefully defined research efforts, including pilot programs, designed to improve elementary and secondary student achievement. 5) To fund school remediation programs and preschool programs. 6) To fund the teaching of foreign languages in elementary and secondary schools. 7) To fund an adequate supply of teachers by providing scholarships or stipends to prospective teachers in academic or vocational-technical areas where there is a critical teacher shortage.

Notes: The cumulative growth figures for both the Permanent and Support Fund include balances from 1987-88 and 1988-89 (history for these years is not shown above).

The Cash Value for 1988-89 through 2004-05 equal the Permanent Fund balance at 6/30 of the prior fiscal year. The Cash Value for 2005-06 equals the Permanent Fund balance at 6/30/06 per ISIS.

The Cash Value for 2006-07 equals the Permanent Fund balance at 6/30 of the prior fiscal year.

Tuition Opportunity Program for Students (TOPS) Historical and Projected Number of Awards and Costs for Awards

Actual as of 9/14/07

| TOPS Component | 1998-99 Actual (b) | | 1999-00 Actual | | 2000-01 Actual | | 2001-02 Actual | | 2002-03 Actual | | 2003-04 Actual | | 2004-05 Actual | | 2005-06 Actual | |
|----------------|--------------------|-------------------|----------------|-------------------|----------------|-------------------|----------------|--------------------|----------------|--------------------|----------------|--------------------|----------------|--------------------|----------------|--------------------|
| | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ |
| Honors | 1,814 | 5,592,169 | 3,131 | 9,786,569 | 4,432 | 14,700,386 | 5,459 | 18,360,389 | 5,549 | 18,936,055 | 5,661 | 19,834,291 | 5,930 | 21,304,927 | 6,012 | 21,634,825 |
| Performance | 5,104 | 13,469,275 | 3,177 | 15,338,676 | 6,777 | 19,062,609 | 7,161 | 20,049,952 | 7,083 | 20,774,449 | 7,210 | 22,151,940 | 8,014 | 24,647,458 | 8,281 | 25,452,029 |
| Opportunity | 16,568 | 34,942,827 | 20,088 | 42,277,527 | 24,456 | 56,429,099 | 28,063 | 65,474,694 | 27,165 | 64,626,975 | 27,838 | 68,210,909 | 28,056 | 70,690,427 | 27,497 | 68,982,188 |
| Tech | 23 | 14,260 | 53 | 27,576 | 61 | 41,676 | 167 | 116,367 | 313 | 255,957 | 331 | 295,854 | 445 | 393,235 | 568 | 465,430 |
| Nat'l Guard | 42 | 12,650 | 39 | 11,550 | 42 | 12,600 | 55 | 16,400 | 61 | 18,400 | 40 | 11,950 | 39 | 11,800 | 38 | 11,350 |
| TOTAL | 23,551 | 54,031,181 | 26,488 | 67,441,898 | 35,768 | 90,246,370 | 40,905 | 104,017,802 | 40,171 | 104,611,836 | 41,080 | 110,504,944 | 42,484 | 117,047,847 | 42,396 | 116,545,822 |

| | | | | | | | | |
|---------------------------|---------|---------|---------|---------|---------|---------|---------|---------|
| Average Annual TOPS Award | \$2,294 | \$2,546 | \$2,523 | \$2,543 | \$2,604 | \$2,690 | \$2,755 | \$2,749 |
|---------------------------|---------|---------|---------|---------|---------|---------|---------|---------|

Projected as of 3/5/07

| TOPS Component | 2006-07 Actual | | 2007-08 Projected | | 2008-09 Projected | | 2009-10 Projected | | 2010-11 Projected | | 2011-12 Projected | |
|----------------|----------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|
| | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ | # | \$ |
| Honors | 6,040 | 22,882,584 | 6,174 | 22,216,709 | 6,153 | 22,140,574 | 6,195 | 22,293,907 | 6,159 | 22,164,159 | 6,076 | 21,866,915 |
| Performance | 8,283 | 27,146,820 | 8,971 | 27,573,711 | 9,159 | 28,149,100 | 9,208 | 28,300,454 | 9,153 | 28,132,856 | 9,022 | 27,730,248 |
| Opportunity | 27,500 | 70,771,743 | 26,950 | 67,611,117 | 26,736 | 67,073,878 | 26,543 | 66,589,710 | 26,368 | 66,150,364 | 26,401 | 66,231,859 |
| Tech | 574 | 735,307 | 610 | 499,763 | 596 | 488,553 | 589 | 482,779 | 584 | 478,902 | 575 | 470,880 |
| Nat'l Guard | 46 | 13,750 | 34 | 10,158 | 38 | 11,345 | 42 | 12,578 | 42 | 12,567 | 46 | 13,755 |
| TOTAL | 42,443 | 121,550,204 | 42,739 | 117,911,458 | 42,682 | 117,863,450 | 42,577 | 117,679,428 | 42,306 | 116,938,848 | 42,120 | 116,313,657 |

| | | | | | | |
|---------------------------|---------|---------|---------|---------|---------|---------|
| Average Annual TOPS Award | \$2,844 | \$2,759 | \$2,761 | \$2,764 | \$2,764 | \$2,761 |
|---------------------------|---------|---------|---------|---------|---------|---------|

Figures provided by the Office of Student Financial Assistance

STATE GAMING REVENUE - SOURCES AND USES

Legislative Fiscal Office

LOTTERY

(\$ in millions)

| | 1997 | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2006 | Projected 2007 |
|---|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|-------------------|-------------------|
| Calendar Year of Sales Fiscal Year Available | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2006 | 2007 | 2007 |
| Sales Outlets at Calendar Year End | 3,091 | 3,061 | 2,971 | 3,008 | 2,976 | 2,950 | 2,842 | 2,820 | 2,486 | 2,562 | | |
| Total Game Sales & Other Earnings | \$287.7 | \$312.3 | \$272.1 | \$290.2 | \$314.2 | \$309.6 | \$331.2 | \$320.1 | \$297.4 | \$361.9 | | |
| Operating Expenses of Corp. (not appropriated) | \$26.2 | \$27.2 | \$25.3 | \$27.6 | \$29.2 | \$29.3 | \$31.0 | \$29.6 | \$27.0 | \$30.5 | | |
| Retailer Commission Expense (not appropriated) | \$15.3 | \$17.2 | \$15.0 | \$15.9 | \$17.5 | \$16.8 | \$18.0 | \$17.5 | \$16.7 | \$19.9 | | |
| Effective Tax Rate (share of net revenue after prize expense) | 72.5% | 72.3% | 70.5% | 70.3% | 71.1% | 70.0% | 70.4% | 70.9% | 71.1% | 71.7% | | |
| Share Of Gross Revenue Transferred To The State | 36.6% | 36.4% | 35.4% | 35.3% | 35.9% | 35.3% | 35.3% | 35.6% | 35.8% | 35.7% | | |
| Total Annual Transfers To The State | \$105.4 | \$113.6 | \$96.2 | \$102.6 | \$113.0 | \$109.4 | \$116.9 | \$114.0 | \$106.4 | \$129.2 | | |
| Change In Prior Year Proceeds Available | \$0.0 | \$0.0 | \$0.0 | \$6.6 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | | |
| Compulsive and Problem Gaming Program | \$0.0 | \$0.0 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | | |
| For Support Of Minimum Foundation Program | \$105.4 | \$113.6 | \$95.7 | \$95.5 | \$112.5 | \$108.9 | \$116.4 | \$113.5 | \$105.9 | \$128.7 | | |
| Total Allocations Of Available Transfers | \$105.4 | \$113.6 | \$96.2 | \$102.6 | \$113.0 | \$109.4 | \$116.9 | \$114.0 | \$106.4 | \$129.2 | | |

VIDEO DRAW POKER

(\$ in millions)

| | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------------|
| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
| Locations/Devices at Fiscal Year End | 3,577/15,030 | 3,644/15,504 | 2,819/12,937 | 2,815/13,175 | 2,869/13,720 | 2,862/14,551 | 2,775/14,273 | 2,751/14,297 | 2,276/13,571 | 2,300/13,600 |
| Total Device Net Revenue | \$644.5 | \$670.3 | \$476.6 | \$503.1 | \$536.6 | \$560.5 | \$566.0 | \$583.8 | \$681.6 | \$679.3 |
| Effective Tax Rate | 28.1% | 28.1% | 28.4% | 28.8% | 29.1% | 29.3% | 29.3% | 29.5% | 29.8% | 30.0% |
| Gaming Remittances | \$181.1 | \$188.6 | \$135.2 | \$144.7 | \$156.1 | \$164.2 | \$166.0 | \$172.2 | \$203.1 | \$203.8 |
| Device & Other Fees | \$10.6 | \$10.4 | \$9.7 | \$10.1 | \$8.5 | \$10.8 | \$11.1 | \$11.6 | \$11.0 | \$11.2 |
| Total Available To The State | \$191.7 | \$199.0 | \$144.9 | \$154.9 | \$164.6 | \$174.9 | \$177.1 | \$183.8 | \$214.1 | \$215.0 |
| Gaming Enforcement Activities | \$4.4 | \$4.4 | \$4.4 | \$4.4 | \$4.4 | \$4.4 | \$4.4 | \$8.0 | \$5.6 | \$9.5 |
| Local Gov. & Sheriffs (Munis 40%, Parishes 30%, Sheriffs 30%) | \$41.7 | \$43.4 | \$30.1 | \$32.3 | \$34.9 | \$37.5 | \$38.0 | \$39.7 | \$45.0 | \$48.4 |
| District Attorney Support | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 | \$5.4 |
| N.O. Fairgrounds Debt Service | \$0.6 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| Horse Racing Purse Supplements | \$3.2 | \$3.4 | \$2.4 | \$2.6 | \$2.7 | \$2.8 | \$2.8 | \$2.9 | \$3.4 | \$3.4 |
| Compulsive and Problem Gaming Program | \$0.150 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 |
| State General Fund Share | \$136.3 | \$142.1 | \$102.2 | \$109.9 | \$116.8 | \$124.5 | \$126.1 | \$127.4 | \$154.3 | \$147.9 |
| Total Allocations Of Available Revenue | \$191.7 | \$199.0 | \$144.9 | \$154.9 | \$164.6 | \$175.0 | \$177.1 | \$183.8 | \$214.1 | \$215.0 |

RIVERBOAT GAMING

(\$ in millions)

| | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-------------------|
| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
| Boats/Tables/Devices at Fiscal Year End | 13/605/13,100 | 13/603/13,188 | 13/540/13,401 | 14/592/14,614 | 14/562/15,330 | 14/543/15,325 | 14/667/17,300 | 15/610/16,592 | 12/518/13,207 | 12/500/14,626 |
| Total Gross Gaming Revenue | \$1,273.1 | \$1,381.5 | \$1,426.3 | \$1,545.9 | \$1,635.3 | \$1,592.9 | \$1,566.7 | \$1,567.2 | \$1,838.1 | \$1,665.1 |
| Effective Tax Rate | 18.5% | 18.5% | 18.5% | 19.0% | 20.5% | 21.0% | 21.4% | 21.4% | 21.5% | 21.5% |
| Gaming Remittances | \$235.5 | \$255.6 | \$263.9 | \$293.4 | \$335.8 | \$335.1 | \$335.4 | \$334.7 | \$395.2 | \$358.0 |
| Other Fee Revenue | \$3.5 | \$4.7 | \$5.8 | \$3.6 | \$5.2 | \$4.3 | \$6.8 | \$4.2 | \$7.9 | \$7.0 |
| Total Available To The State | \$239.0 | \$260.2 | \$269.7 | \$297.0 | \$341.1 | \$339.4 | \$342.2 | \$339.0 | \$403.1 | \$365.0 |
| Gaming Enforcement Activities | \$14.9 | \$15.2 | \$15.8 | \$13.6 | \$16.7 | \$16.4 | \$19.0 | \$17.2 | \$18.1 | \$18.9 |
| Non-Gaming Operations in State Police | \$29.6 | \$35.5 | \$45.2 | \$41.5 | \$40.3 | \$35.4 | \$34.9 | \$35.7 | \$41.9 | \$53.1 |
| Compulsive and Problem Gaming Program | \$0.150 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 |
| Change In Prior Year Proceeds Available | \$3.3 | \$1.8 | (\$5.8) | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| SELF Fund (Teacher Payraise) | \$0.0 | \$0.0 | \$0.0 | 14.0 | \$59.4 | \$65.5 | \$70.7 | \$70.3 | \$85.4 | \$77.3 |
| State General Fund Share | \$191.0 | \$207.2 | \$213.9 | \$227.4 | \$224.2 | \$221.5 | \$217.0 | \$215.3 | \$257.1 | \$215.1 |
| Total Allocations Of Available Revenue | \$239.0 | \$260.2 | \$269.7 | \$297.0 | \$341.1 | \$339.4 | \$342.2 | \$339.0 | \$403.1 | \$365.0 |

Legislative Fiscal Office

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Prepared by Greg Albrecht
Chief Economist

March 2007

STATE GAMING REVENUE - SOURCES AND USES

Legislative Fiscal Office

N. O. LAND-BASED CASINO

(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|--|---------------|---------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------------|
| Tables/Devices at Fiscal Year End | not operating | not operating | 115/2,900 | 103/2,618 | 101/2,397 | 100/2,264 | 120/2,035 | 134/2,023 | 117/2,112 | 124/2,106 |
| Total Gross Gaming Revenue | \$0.0 | \$0.0 | \$163.0 | \$256.3 | \$262.4 | \$277.3 | \$300.2 | \$339.2 | \$198.3 | \$386.0 |
| New Orleans Support Contract {from Casino receipts} | \$0.0 | \$0.0 | \$6.0 | \$5.3 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| Effective Tax Rate | 0.0% | 0.0% | 41.8% | 34.1% | 21.9% | 21.6% | 20.0% | 20.5% | 30.3% | 21.5% |
| Gaming Remittances and Other Transfers | \$0.0 | \$3.5 | \$62.2 | \$82.3 | \$57.6 | \$59.9 | \$60.0 | \$69.6 | \$60.0 | \$83.0 |
| Total Annual Transfers To The State | \$0.0 | \$3.5 | \$62.2 | \$82.3 | \$57.6 | \$59.9 | \$60.0 | \$69.6 | \$60.0 | \$83.0 |
| Gaming Enforcement Activities | \$0.0 | \$3.5 | \$1.2 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| Compulsive and Problem Gaming Program | \$0.0 | \$0.0 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 | \$0.5 |
| Non-Recurring Revenue (Debt, UAL, Cap. Out., Budget Stab. Fd.) | \$0.0 | \$0.0 | \$60.5 | \$70.1 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| SELF Fund (Teacher Payraise) | \$0.0 | \$0.0 | \$0.0 | \$11.7 | \$57.1 | \$59.4 | \$59.5 | \$69.1 | \$59.5 | \$82.5 |
| Total Allocations Of Available Transfers | \$0.0 | \$3.5 | \$62.2 | \$82.3 | \$57.6 | \$59.9 | \$60.0 | \$69.6 | \$60.0 | \$83.0 |

PARI-MUTUEL GAMING

(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|--|----------|----------|----------|----------|----------|----------|----------|----------|----------|-------------------|
| Tracks/OTBs/Racing Days at Fiscal Year End | 4/13/352 | 4/13/343 | 4/13/342 | 4/13/342 | 4/13/388 | 4/14/383 | 4/13/433 | 4/13/489 | 4/12/401 | 4/13/482 |
| Pari-Mutuel Handle | \$383.5 | \$397.6 | \$398.6 | \$382.6 | \$388.5 | \$365.0 | \$364.4 | \$341.8 | \$314.2 | \$384.2 |
| Effective Tax Rate To Racing Comm. | 1.3% | 1.3% | 1.3% | 1.3% | 1.3% | 1.3% | 1.3% | 1.3% | 1.3% | 1.4% |
| Taxes On Handle To Racing Comm. | \$4.9 | \$5.1 | \$5.1 | \$5.0 | \$4.9 | \$4.6 | \$4.6 | \$4.3 | \$4.1 | \$5.2 |
| Other Fees To Racing Comm. | \$1.0 | \$0.9 | \$1.0 | \$0.9 | \$1.2 | \$1.3 | \$1.5 | \$1.7 | \$1.4 | \$1.5 |
| Total Revenue To Racing Comm. | \$5.8 | \$6.0 | \$6.2 | \$5.9 | \$6.1 | \$5.9 | \$6.1 | \$6.1 | \$5.5 | \$6.8 |
| Gaming Enforcement Activities: Racing Commission | \$2.8 | \$2.8 | \$3.0 | \$3.1 | \$3.0 | \$3.3 | \$3.5 | \$4.1 | \$3.7 | \$4.5 |
| Breeder Awards | \$2.3 | \$2.4 | \$2.4 | \$2.3 | \$2.3 | \$2.2 | \$2.2 | \$2.1 | \$2.1 | \$2.3 |
| Excess To State General Fund or Retained by Racing Comm. | \$0.7 | \$0.8 | \$0.8 | \$0.5 | \$0.7 | \$0.5 | \$0.4 | (\$0.1) | (\$0.3) | \$0.0 |
| Total Allocations Of Racing Comm. Revenue | \$5.8 | \$6.0 | \$6.2 | \$5.9 | \$6.1 | \$5.9 | \$6.1 | \$6.1 | \$5.5 | \$6.8 |

CHARITABLE GAMING

(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|---|--------------|--------------|------------|------------|------------|------------|------------|-----------|----------|-------------------|
| Bingo/Other Sessions During Fiscal Year | 31,622/1,452 | 30,181/1,351 | 30,278/789 | 29,141/512 | 28,341/344 | 27,683/322 | 29,022/363 | 27,868/72 | 22,810/0 | 22,810/0 |
| Gross Gaming Revenue | \$54.1 | \$54.9 | \$49.4 | \$47.0 | \$47.2 | \$46.8 | \$46.8 | \$47.2 | \$52.1 | \$52.1 |
| Operator Expenses (not appropriated) | \$26.4 | \$27.6 | \$28.5 | \$26.2 | \$26.6 | \$26.5 | \$28.3 | \$28.1 | \$26.4 | \$26.4 |
| Available To Charities (not appropriated) | \$27.7 | \$27.3 | \$21.0 | \$20.8 | \$20.6 | \$20.2 | \$18.5 | \$19.0 | \$25.7 | \$25.7 |
| Effective Total Fee Rate | 1.9% | 2.0% | 2.1% | 2.0% | 2.1% | 2.2% | 2.4% | 2.7% | 2.6% | 2.6% |
| Various Fees Paid To Support Regulation | \$1.0 | \$1.1 | \$1.0 | \$0.9 | \$1.0 | \$1.1 | \$1.1 | \$1.3 | \$1.4 | \$1.4 |
| Total Various Fees Paid To Support Regulation | \$1.0 | \$1.1 | \$1.0 | \$0.9 | \$1.0 | \$1.1 | \$1.1 | \$1.3 | \$1.4 | \$1.4 |
| Enforcement Activities | \$0.484 | \$1.1 | \$0.9 | \$0.9 | \$1.0 | \$1.1 | \$1.1 | \$1.3 | \$1.4 | \$1.4 |
| Non-Gaming Operations | \$0.533 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| State General Fund Share | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| Total Allocations Of Available Revenue | \$1.0 | \$1.1 | \$0.9 | \$0.9 | \$1.0 | \$1.1 | \$1.1 | \$1.3 | \$1.4 | \$1.4 |

STATE GAMING REVENUE - SOURCES AND USES
Legislative Fiscal Office

RACETRACK SLOT MACHINE GAMING
(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|--|------|------|------|------|---------|---------|---------|---------|---------|----------------|
| Tracks/Devices at Fiscal Year End | | | | | 1/1,492 | 2/2,368 | 3/4,447 | 3/4,489 | 3/4,487 | 3/4,456 |
| Gross Gaming Revenue | | | | | \$54.4 | \$134.4 | \$232.7 | \$315.0 | \$349.5 | \$356.0 |
| Allocation to Horse Breeder Assns. (not appropriated) | | | | | \$9.8 | \$24.2 | \$41.9 | \$56.7 | \$62.9 | \$64.1 |
| Effective Tax Rate To State (share of gross revenue after horse breeder allocations) | | | | | 15.17% | 15.17% | 15.17% | 15.17% | 15.17% | 15.17% |
| Total Available To The State | | | | | \$8.2 | \$20.4 | \$35.3 | \$47.8 | \$53.0 | \$54.0 |
| Gaming Enforcement Activities | | | | | \$0.450 | \$0.616 | \$1.3 | \$1.9 | \$1.7 | \$2.3 |
| Non-Gaming Operations in State Police | | | | | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.1 |
| Compulsive and Problem Gaming Program | | | | | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.5 | \$0.5 |
| Parish Funds | | | | | \$0.376 | \$1.0 | \$1.8 | \$2.4 | \$2.7 | \$2.7 |
| LA Agricultural Finance Authority (Boll Weevil Eradication and other programs) | | | | | \$7.4 | \$12.0 | \$12.0 | \$12.0 | \$12.0 | \$12.0 |
| Blind Services | | | | | \$0.0 | \$1.0 | \$1.5 | \$1.5 | \$1.5 | \$1.5 |
| Southern Univ., Equine Health, N.O. Dist. Att., N.O. City Park | | | | | \$0.0 | \$0.0 | \$2.2 | \$1.8 | \$1.8 | \$1.8 |
| State General Fund Share | | | | | \$0.0 | \$5.8 | \$16.5 | \$28.2 | \$32.9 | \$33.1 |
| Total Allocations of Available Revenue | | | | | \$8.2 | \$20.4 | \$35.3 | \$47.8 | \$53.0 | \$54.0 |

INDIAN GAMING
(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----------------|
| Casinos/Tables/Devices Estimated at Fiscal Year End | 3/200/5,500 | 3/200/5,500 | 3/200/6,500 | 3/200/6,500 | 3/200/6,500 | 3/200/6,500 | 3/189/6,448 | 3/184/6,056 | 3/195/6,301 | 3/209/6,347 |
| Indian Gross Gaming Revenue (*) | \$328.4 | \$347.7 | \$433.8 | \$456.6 | \$483.6 | \$491.4 | \$492.3 | \$467.0 | \$490.8 | \$499.3 |
| Enforcement (Tribes Reimburse and General Enforcement) | \$1.1 | \$1.0 | \$1.2 | \$1.4 | \$1.2 | \$1.4 | \$1.5 | \$1.4 | \$1.2 | \$1.7 |

(*) Various methodologies have been employed over time to estimate Indian gaming activity in the state, including extrapolations from non-Indian gaming gross gaming revenue per square foot of gaming space, the annual growth in state riverboat gaming as a whole and its regional markets, and shares of riverboat gaming activity based on industry trade and press assessments. Since the Indian casinos do not report their activity, the estimates above should be viewed with considerable caution.

TOTAL STATE GAMING RECEIPTS SUMMARY
(\$ in millions)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|--|---------|---------|---------|---------|---------|---------|---------|---------|---------|----------------|
| Lottery | \$105.4 | \$113.6 | \$96.2 | \$102.6 | \$113.0 | \$109.4 | \$116.9 | \$114.0 | \$106.4 | \$129.2 |
| Video Draw Poker | \$191.7 | \$199.0 | \$144.9 | \$154.9 | \$164.6 | \$174.9 | \$177.1 | \$183.8 | \$214.1 | \$215.0 |
| Riverboat Gaming | \$239.0 | \$260.2 | \$269.7 | \$297.0 | \$341.1 | \$339.4 | \$342.2 | \$339.0 | \$403.1 | \$365.0 |
| N. O. Land-Based Casino | \$0.0 | \$3.5 | \$62.2 | \$82.3 | \$57.6 | \$59.9 | \$60.0 | \$69.6 | \$60.0 | \$83.0 |
| Pari-Mutuel Racing | \$5.8 | \$6.0 | \$6.2 | \$5.9 | \$6.1 | \$5.9 | \$6.1 | \$6.1 | \$5.5 | \$6.8 |
| Charitable Gaming | \$1.0 | \$1.1 | \$1.0 | \$0.9 | \$1.0 | \$1.1 | \$1.1 | \$1.3 | \$1.4 | \$1.4 |
| Slot Machines At Racetracks | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$8.2 | \$20.4 | \$35.3 | \$47.8 | \$53.0 | \$54.0 |
| Indian Gaming | \$1.1 | \$1.0 | \$1.2 | \$1.4 | \$1.2 | \$1.4 | \$1.5 | \$1.4 | \$1.2 | \$1.7 |
| Total Available To The State | \$544.0 | \$584.5 | \$581.4 | \$645.0 | \$692.7 | \$712.4 | \$740.2 | \$762.8 | \$844.7 | \$856.0 |
| annual growth | 3.1% | 7.4% | -0.5% | 10.9% | 7.4% | 2.9% | 3.9% | 3.1% | 10.7% | 1.3% |
| Total Used By State Gov. For Enforcement and Treatment | \$24.0 | \$29.0 | \$28.5 | \$25.4 | \$28.7 | \$29.2 | \$32.8 | \$35.7 | \$34.2 | \$40.8 |
| Share of Total Allocated to Enforcement and Treatment | 4.4% | 5.0% | 4.9% | 3.9% | 4.1% | 4.1% | 4.4% | 4.7% | 4.1% | 4.8% |
| Total Used By State Gov. For All Other Purposes | \$520.0 | \$555.4 | \$552.8 | \$619.6 | \$664.0 | \$683.2 | \$707.4 | \$727.1 | \$810.5 | \$815.3 |
| Share of Total Allocated to All Other Purposes | 95.6% | 95.0% | 95.1% | 96.1% | 95.9% | 95.9% | 95.6% | 95.3% | 96.0% | 95.2% |
| Rev. Est. Conf. Total (Lott, Casino, Rvbt, Video Poker, Slots) | \$536.1 | \$576.3 | \$572.9 | \$636.7 | \$684.4 | \$704.0 | \$731.5 | \$754.1 | \$836.6 | \$846.2 |

STATE GAMING REVENUE - SOURCES AND USES
Legislative Fiscal Office

SHARE OF TOTAL GAMING REVENUE EACH ACTIVITY COMPRISES

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------------|
| Lottery | 19.4% | 19.4% | 16.6% | 15.9% | 16.3% | 15.4% | 15.8% | 14.9% | 12.6% | 15.1% |
| Video Draw Poker | 35.2% | 34.1% | 24.9% | 24.0% | 23.8% | 24.6% | 23.9% | 24.1% | 25.3% | 25.1% |
| Riverboat Gaming | 43.9% | 44.5% | 46.4% | 46.0% | 49.2% | 47.6% | 46.2% | 44.4% | 47.7% | 42.6% |
| N. O. Land-Based Casino | 0.0% | 0.6% | 10.7% | 12.8% | 8.3% | 8.4% | 8.1% | 9.1% | 7.1% | 9.7% |
| Pari-Mutuel Racing | 1.1% | 1.0% | 1.1% | 0.9% | 0.9% | 0.8% | 0.8% | 0.8% | 0.6% | 0.8% |
| Charitable Gaming | 0.2% | 0.2% | 0.2% | 0.1% | 0.1% | 0.1% | 0.2% | 0.2% | 0.2% | 0.2% |
| Slot Machines At Racetracks | 0.0% | 0.0% | 0.0% | 0.0% | 1.2% | 2.9% | 4.8% | 6.3% | 6.3% | 6.3% |
| Indian Gaming | 0.2% | 0.2% | 0.2% | 0.2% | 0.2% | 0.2% | 0.2% | 0.2% | 0.1% | 0.2% |
| Total Available To The State | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% |

TOTAL GAMING REVENUE AVAILABLE COMPARED TO:

| | | | | | | | | | | |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|------------|
| REVENUE ESTIMATING CONFERENCE TOTAL REVENUE | \$6,839.1 | \$6,792.6 | \$7,242.0 | \$8,063.7 | \$7,968.3 | \$7,903.7 | \$8,314.8 | \$9,219.5 | \$10,027.9 | \$10,544.5 |
| Revenue Estimating Conference Total State Tax Revenue | 7.8% | 8.5% | 7.9% | 7.9% | 8.6% | 8.9% | 8.8% | 8.2% | 8.3% | 8.0% |
| (REC revenue is taxes, licenses, and fees available for state general fund-direct appropriation plus numerous statutory dedications.) | | | | | | | | | | |

TOTAL STATE EFFORT BUDGET

| | | | | | | | | | | |
|---|-----------|-----------|-----------|-----------|------------|------------|------------|------------|------------|------------|
| State Funds Budget (w/o double counts and federal funds) | \$8,647.3 | \$8,897.6 | \$8,811.3 | \$9,414.5 | \$10,637.3 | \$10,650.1 | \$10,745.5 | \$11,320.6 | \$12,802.3 | \$13,178.0 |
| (Total state effort budget includes the state general fund-direct, statutorily dedicated, and self-generated revenue budgets of state government. Estimated double-counted funding has been removed.) | 6.3% | 6.6% | 6.6% | 6.9% | 6.5% | 6.7% | 6.9% | 6.7% | 6.6% | 6.5% |

TOTAL STATE BUDGET

| | | | | | | | | | | |
|---|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Total State Budget (w/o double counts but w/ federal funds) | \$13,172.4 | \$13,488.7 | \$13,106.1 | \$14,128.4 | \$16,575.4 | \$16,998.5 | \$17,389.5 | \$17,662.8 | \$20,968.9 | \$28,760.3 |
| (Total state budget includes state and federal funds, but excludes double-counted amounts.) | 4.1% | 4.3% | 4.4% | 4.6% | 4.2% | 4.2% | 4.3% | 4.3% | 4.0% | 3.0% |

ESTIMATED TOTAL SPENDING ON LEGAL GAMING ACTIVITIES IN THE STATE

(spending by players = player losses = gaming operator revenue)

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-------------------|
| Lottery Receipts Net Of Prize Expense | \$142.0 | \$153.5 | \$134.3 | \$141.6 | \$155.8 | \$153.5 | \$165.1 | \$159.8 | \$148.1 | \$177.8 |
| Video Poker Net Device Revenue | \$644.5 | \$670.3 | \$476.6 | \$503.1 | \$536.6 | \$560.5 | \$566.0 | \$583.8 | \$681.6 | \$679.3 |
| Riverboat Gross Gaming Revenue | \$1,273.1 | \$1,381.5 | \$1,426.3 | \$1,545.9 | \$1,635.3 | \$1,592.9 | \$1,566.7 | \$1,567.2 | \$1,838.1 | \$1,665.1 |
| N. O. Land-Based Gross Gaming Revenue | \$0.0 | \$0.0 | \$163.0 | \$256.3 | \$262.4 | \$277.3 | \$300.2 | \$339.2 | \$198.3 | \$386.0 |
| Pari-Mutuel Net Of Payouts (Assumed Takeout of 20%) | \$76.7 | \$79.5 | \$79.7 | \$76.5 | \$77.7 | \$73.0 | \$72.9 | \$68.4 | \$62.8 | \$76.8 |
| Charitable Proceeds Net Of Prize Expense | \$54.1 | \$54.9 | \$49.4 | \$47.0 | \$47.2 | \$46.8 | \$46.8 | \$47.2 | \$52.1 | \$52.1 |
| Racetrack Slot Gross Gaming Revenue | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$54.4 | \$134.4 | \$232.7 | \$315.0 | \$349.5 | \$356.0 |
| Indian Gross Gaming Revenue | \$328.4 | \$347.7 | \$433.8 | \$456.6 | \$483.6 | \$491.4 | \$492.3 | \$467.0 | \$490.8 | \$499.3 |
| Estimated Total Spending On Legal Gaming | \$2,518.8 | \$2,687.5 | \$2,763.1 | \$3,027.1 | \$3,252.9 | \$3,329.7 | \$3,442.7 | \$3,547.6 | \$3,821.4 | \$3,892.5 |
| annual growth | 2.6% | 6.7% | 2.8% | 9.6% | 7.5% | 2.4% | 3.4% | 3.0% | 7.7% | 1.9% |

The table above portrays spending by players engaged in each form of gaming on a comparable basis. Each estimate represents the amount of spending by players that is actually kept (or won) by gaming operators in an annual period, and is the operators gross revenue from which all business expenses are paid. Thus, each estimate is also the amount of losses that players incur in the aggregate each year, and is net of any rewagers. As such, the table is an estimate of the net economic flow of spending from players to gaming operators each year.

SHARE OF TOTAL GAMING SPENDING EACH ACTIVITY COMPRISES

| Fiscal Year | 1998 | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | Projected 2007 |
|---|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------------------|
| Lottery Receipts Net Of Prize Expense | 5.6% | 5.7% | 4.9% | 4.7% | 4.8% | 4.6% | 4.8% | 4.5% | 3.9% | 4.6% |
| Video Poker Net Device Revenue | 25.6% | 24.9% | 17.2% | 16.6% | 16.5% | 16.8% | 16.4% | 16.5% | 17.8% | 17.5% |
| Riverboat Gross Gaming Revenue | 50.5% | 51.4% | 51.6% | 51.1% | 50.3% | 47.8% | 45.5% | 44.2% | 48.1% | 42.8% |
| N. O. Land-Based Gross Gaming Revenue | 0.0% | 0.0% | 5.9% | 8.5% | 8.1% | 8.3% | 8.7% | 9.6% | 5.2% | 9.9% |
| Pari-Mutuel Net Of Payouts (Assumed Takeout of 20%) | 3.0% | 3.0% | 2.9% | 2.5% | 2.4% | 2.2% | 2.1% | 1.9% | 1.6% | 2.0% |
| Charitable Proceeds Net Of Prize Expense | 2.1% | 2.0% | 1.8% | 1.6% | 1.5% | 1.4% | 1.4% | 1.3% | 1.4% | 1.3% |
| Racetrack Slot Gross Gaming Revenue | 0.0% | 0.0% | 0.0% | 0.0% | 1.7% | 4.0% | 6.8% | 8.9% | 9.1% | 9.1% |
| Indian Gross Gaming Revenue | 13.0% | 12.9% | 15.7% | 15.1% | 14.9% | 14.8% | 14.3% | 13.2% | 12.8% | 12.8% |
| Total Spending On Legal Gaming | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% |

SELECTED MAJOR STATE AID TO LOCAL GOVERNMENTS

| | | 2007-08 Projected MFP Distribution | 2007-08 Revenue Sharing | 2007-08 Projected Supplemental Pay | 2007-08 Projected Parish Transportation Fund | 2007-08 Projected Parish Severance and Royalty Dists. | 2007-08 Projected Video Poker Distribution | 2007-08 Total of These Distributions |
|----|------------------|--|-------------------------------|--|--|--|--|--|
| 1 | Acadia | \$45,394,930 | \$1,260,296 | \$947,769 | \$614,044 | \$955,229 | \$1,626,253 | \$50,798,521 |
| 2 | Allen | \$25,234,483 | \$534,341 | \$278,829 | \$382,346 | \$1,309,699 | \$0 | \$27,739,698 |
| 3 | Ascension | \$78,824,802 | \$2,058,182 | \$1,196,315 | \$785,791 | \$168,109 | \$0 | \$83,033,199 |
| 4 | Assumption | \$23,546,367 | \$500,106 | \$249,429 | \$275,113 | \$986,870 | \$373,266 | \$25,931,151 |
| 5 | Avoyelles | \$28,820,493 | \$930,552 | \$526,481 | \$541,101 | \$234,119 | \$441,489 | \$31,494,235 |
| 6 | Beauregard | \$31,078,299 | \$721,499 | \$472,405 | \$501,853 | \$1,548,237 | \$0 | \$34,322,294 |
| 7 | Bienville | \$9,580,548 | \$322,134 | \$205,755 | \$321,527 | \$1,791,954 | \$0 | \$12,221,918 |
| 8 | Bossier | \$80,493,852 | \$2,210,399 | \$3,009,692 | \$928,312 | \$1,441,759 | \$711,930 | \$88,795,945 |
| 9 | Caddo | \$192,436,106 | \$5,206,874 | \$7,940,605 | \$1,560,900 | \$1,340,145 | \$2,174,173 | \$210,658,802 |
| 10 | Calcasieu | \$126,639,762 | \$3,877,693 | \$4,681,850 | \$1,563,415 | \$1,172,381 | \$3,150,839 | \$141,085,940 |
| 11 | Caldwell | \$10,051,946 | \$237,779 | \$132,036 | \$210,835 | \$383,186 | \$0 | \$11,015,782 |
| 12 | Cameron | \$5,750,530 | \$187,589 | \$272,784 | \$168,802 | \$4,602,055 | \$13,884 | \$10,995,644 |
| 13 | Catahoula | \$9,801,237 | \$245,312 | \$227,731 | \$202,594 | \$433,448 | \$0 | \$10,910,321 |
| 14 | Claiborne | \$14,764,360 | \$344,762 | \$145,398 | \$313,347 | \$1,343,053 | \$0 | \$16,910,919 |
| 15 | Concordia | \$20,465,927 | \$444,890 | \$542,914 | \$256,314 | \$837,013 | \$0 | \$22,547,058 |
| 16 | DeSoto | \$22,468,034 | \$579,250 | \$493,110 | \$391,752 | \$1,519,849 | \$607,077 | \$26,059,072 |
| 17 | East Baton Rouge | \$201,104,351 | \$8,849,698 | \$10,443,234 | \$2,359,980 | \$1,094,865 | \$0 | \$223,852,128 |
| 18 | East Carroll | \$8,778,175 | \$170,859 | \$112,963 | \$168,663 | \$297,767 | \$60,085 | \$9,320,512 |
| 19 | East Feliciana | \$12,451,523 | \$450,946 | \$141,565 | \$270,879 | \$252,678 | \$0 | \$13,567,591 |
| 20 | Evangeline | \$32,694,449 | \$752,799 | \$306,792 | \$502,258 | \$1,127,279 | \$0 | \$35,383,577 |
| 21 | Franklin | \$16,146,316 | \$445,201 | \$398,866 | \$326,893 | \$114,303 | \$0 | \$17,431,579 |
| 22 | Grant | \$19,087,936 | \$453,201 | \$194,100 | \$322,133 | \$533,365 | \$0 | \$20,590,735 |
| 23 | Iberia | \$68,672,735 | \$1,589,073 | \$1,019,009 | \$670,238 | \$2,411,820 | \$0 | \$74,362,875 |
| 24 | Iberville | \$14,580,108 | \$683,079 | \$692,484 | \$383,968 | \$929,821 | \$1,125,544 | \$18,394,663 |
| 25 | Jackson | \$8,199,572 | \$325,495 | \$176,639 | \$289,805 | \$1,562,126 | \$0 | \$10,553,637 |
| 26 | Jefferson | \$121,570,368 | \$9,126,462 | \$8,815,863 | \$2,324,414 | \$2,251,669 | \$6,358,312 | \$150,447,088 |
| 27 | Jefferson Davis | \$31,380,555 | \$651,778 | \$364,322 | \$450,654 | \$952,826 | \$454,939 | \$34,255,074 |
| 28 | Lafayette | \$102,920,204 | \$4,189,037 | \$4,315,283 | \$1,539,240 | \$880,922 | \$0 | \$113,844,686 |
| 29 | Lafourche | \$66,473,477 | \$1,999,054 | \$1,555,936 | \$836,848 | \$4,678,391 | \$2,569,424 | \$78,113,130 |
| 30 | LaSalle | \$14,030,939 | \$320,457 | \$240,485 | \$264,198 | \$1,292,015 | \$0 | \$16,148,093 |
| 31 | Lincoln | \$30,000,614 | \$868,370 | \$676,530 | \$553,678 | \$1,494,506 | \$0 | \$33,593,698 |
| 32 | Livingston | \$121,486,672 | \$2,402,668 | \$893,855 | \$912,665 | \$738,254 | \$0 | \$126,434,114 |
| 33 | Madison | \$12,001,334 | \$253,720 | \$369,419 | \$219,023 | \$73,002 | \$1,030,700 | \$13,947,198 |
| 34 | Morehouse | \$26,231,868 | \$627,565 | \$989,510 | \$433,585 | \$183,823 | \$0 | \$28,466,352 |
| 35 | Natchitoches | \$32,517,113 | \$813,102 | \$809,878 | \$585,292 | \$700,624 | \$0 | \$35,426,009 |
| 36 | Orleans | \$104,156,366 | \$4,289,550 | \$14,830,779 | \$2,355,563 | \$12,970 | \$3,489,515 | \$129,134,743 |
| 37 | Ouachita | \$135,196,796 | \$3,067,920 | \$4,782,777 | \$1,233,038 | \$579,306 | \$0 | \$144,859,837 |
| 38 | Plaquemines | \$12,162,209 | \$416,517 | \$499,457 | \$340,397 | \$16,432,620 | \$449,185 | \$30,300,385 |
| 39 | Pointe Coupee | \$11,057,715 | \$502,153 | \$408,361 | \$273,665 | \$975,125 | \$469,160 | \$13,686,179 |
| 40 | Rapides | \$105,587,892 | \$2,736,722 | \$4,105,858 | \$1,135,712 | \$1,254,534 | \$0 | \$114,820,717 |
| 41 | Red River | \$9,589,913 | \$203,148 | \$142,767 | \$175,934 | \$393,725 | \$356,233 | \$10,861,720 |
| 42 | Richland | \$18,073,382 | \$443,769 | \$422,776 | \$321,138 | \$110,953 | \$0 | \$19,372,018 |
| 43 | Sabine | \$21,043,826 | \$515,744 | \$269,794 | \$390,714 | \$1,167,493 | \$0 | \$23,387,571 |
| 44 | St. Bernard | \$15,239,171 | \$689,598 | \$1,511,565 | \$593,746 | \$3,472,226 | \$928,411 | \$22,434,717 |
| 45 | St. Charles | \$28,239,021 | \$1,067,554 | \$1,184,194 | \$511,049 | \$823,330 | \$818,776 | \$32,643,925 |
| 46 | St. Helena | \$7,101,196 | \$237,016 | \$130,380 | \$188,033 | \$875,483 | \$1,983,057 | \$10,515,165 |
| 47 | St. James | \$15,467,247 | \$465,171 | \$366,827 | \$240,386 | \$412,304 | \$1,256,696 | \$18,208,631 |
| 48 | St. John | \$32,131,003 | \$1,016,904 | \$781,391 | \$513,423 | \$64,331 | \$1,261,227 | \$35,768,279 |
| 49 | St. Landry | \$72,998,992 | \$1,873,710 | \$1,395,970 | \$888,341 | \$784,538 | \$1,360,245 | \$79,301,796 |
| 50 | St. Martin | \$41,548,952 | \$1,093,954 | \$719,734 | \$543,086 | \$1,016,845 | \$3,190,524 | \$48,113,095 |
| 51 | St. Mary | \$44,701,439 | \$1,094,613 | \$1,338,040 | \$466,606 | \$4,374,006 | \$1,357,466 | \$53,332,169 |
| 52 | St. Tammany | \$162,612,996 | \$5,051,536 | \$4,108,508 | \$1,638,997 | \$262,127 | \$0 | \$173,674,164 |
| 53 | Tangipahoa | \$93,860,599 | \$2,319,000 | \$1,564,507 | \$950,723 | \$287,391 | \$0 | \$98,982,220 |
| 54 | Tensas | \$4,315,507 | \$130,939 | \$86,799 | \$119,223 | \$280,042 | \$90,359 | \$5,022,868 |
| 55 | Terrebonne | \$81,877,610 | \$2,245,559 | \$1,897,462 | \$894,101 | \$7,497,502 | \$3,535,342 | \$97,947,576 |
| 56 | Union | \$14,869,275 | \$484,275 | \$258,881 | \$420,124 | \$955,540 | \$0 | \$16,988,096 |
| 57 | Vermilion | \$37,205,185 | \$1,169,088 | \$813,358 | \$583,988 | \$6,394,217 | \$0 | \$46,165,836 |
| 58 | Vernon | \$49,214,369 | \$1,032,783 | \$489,378 | \$574,488 | \$1,686,114 | \$0 | \$52,997,132 |
| 59 | Washington | \$43,472,416 | \$963,132 | \$721,965 | \$636,789 | \$571,243 | \$0 | \$46,365,546 |
| 60 | Webster | \$36,443,096 | \$897,866 | \$648,053 | \$550,067 | \$1,303,250 | \$1,124,137 | \$40,966,469 |
| 61 | West Baton Rouge | \$12,579,504 | \$459,966 | \$636,061 | \$249,094 | \$161,181 | \$2,461,315 | \$16,547,122 |
| 62 | West Carroll | \$12,110,307 | \$252,933 | \$98,324 | \$234,979 | \$7,679 | \$0 | \$12,704,222 |
| 63 | West Feliciana | \$11,331,346 | \$292,943 | \$274,800 | \$240,524 | \$103,082 | \$320,436 | \$12,563,131 |
| 64 | Winn | \$14,012,437 | \$342,175 | \$225,001 | \$303,612 | \$1,172,020 | \$0 | \$16,055,244 |
| | TOTAL | \$2,913,879,752 | \$90,000,000 | \$98,553,600 | \$40,000,000 | \$94,800,000 | \$45,149,999 | \$3,282,373,811 |

Notes:

- 1) The 2007-2008 MFP Initial Distribution (prior to audit adjustments) is generated based on estimated student counts and local school system tax revenues. The funds distributed to school systems will be based on the Feb. 1, 2007 student counts and the previous year's local tax revenues. Funds for the school systems of the City of Monroe and the City of Bogalusa are contained in the amounts for the parishes of Ouachita and Washington respectively. Funds for the school systems of the City of Baker, Central Community and the Zachary Community are contained in the amount for East Baton Rouge Parish. Funds for the Recovery School District are contained in the amount for Orleans Parish.
- 2) Revenue Sharing distribution to each parish and the city of New Orleans is allocated in Section 12 of Act 242 (HB 938) of the 2007 Regular Session.
- 3) Supplemental Pay is an estimation of how much money each parish will receive in supplemental law enforcement pay. The actual amount of funding each parish receives may be different than what is reflected in this table because this is an approximation based on the previous year. The per month supplement increased by \$125 effective July 1, 2007. The total per month payment is \$425 per month.
- 4) The projected Parish Transportation Fund distribution of \$40 million in Transportation Trust Funds for FY 08 is based upon the actual FY07 distribution as reported by the State Treasurer and adjusted on a pro-rata basis. The Mass Transit Program is funded at \$5,962,500. Off-System Roads and Bridges Match Program is funded at \$3 million.
- 5) Parish severance, royalty, and video poker distributions are based on state level estimates of the aggregate amount of severance, royalty, and video poker receipts available for distribution to locals that are allocated to each parish based on the prior year's share of these monies distributed to each parish by the state Treasury.

Capital Outlay Appropriation By Parish

Act 28 of 2007

| | SGF | IAT | SGR | St. Ded. | Reapprop. Cash | Federal | Revenue Bonds | CASH PORTION | Priorit y 1 | Priorit y 2 | Priority 3 | Priority 4 | Priority 5 | TOTAL GO BONDS | Bonds NRP/RBP | TOTAL |
|-----------------|---------------------|----------------------|---------------------|----------------------|--------------------|----------------------|------------------------|------------------------|----------------------|----------------------|----------------------|----------------------|------------------------|------------------------|--------------------|------------------------|
| Acadia | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$5,830,000 | \$11,355,000 | \$1,150,000 | \$0 | \$11,280,000 | \$29,615,000 | \$0 | \$29,715,000 |
| Allen | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$2,375,000 | \$4,730,000 | \$0 | \$0 | \$3,405,000 | \$10,510,000 | \$0 | \$10,510,000 |
| Ascension | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$550,000 | \$3,765,000 | \$0 | \$4,000,000 | \$26,345,000 | \$34,660,000 | \$0 | \$34,660,000 |
| Assumption | \$49,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$49,000 | \$1,220,000 | \$400,000 | \$0 | \$0 | \$765,000 | \$2,385,000 | \$0 | \$2,434,000 |
| Avoyelles | \$150,000 | \$0 | \$0 | \$10,000,000 | \$0 | \$0 | \$0 | \$10,150,000 | \$3,185,000 | \$4,095,000 | \$3,680,000 | \$0 | \$11,830,000 | \$22,790,000 | \$0 | \$32,940,000 |
| Beauregard | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$20,000 | \$1,325,000 | \$0 | \$0 | \$12,800,000 | \$14,145,000 | \$0 | \$14,245,000 |
| Bienville | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$480,000 | \$1,050,000 | \$0 | \$0 | \$2,900,000 | \$4,430,000 | \$0 | \$4,430,000 |
| Bossier | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$4,705,000 | \$4,065,000 | \$5,175,000 | \$6,265,000 | \$16,895,000 | \$37,105,000 | \$0 | \$37,205,000 |
| Caddo | \$300,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$13,695,000 | \$13,995,000 | \$27,290,000 | \$13,395,000 | \$10,685,000 | \$20,845,000 | \$40,790,000 | \$113,005,000 | \$0 | \$127,000,000 |
| Calcasieu | \$100,000 | \$0 | \$7,898,446 | \$0 | \$0 | \$0 | \$6,167,465 | \$14,165,911 | \$37,165,000 | \$24,870,000 | \$78,600,000 | \$1,000,000 | \$92,085,000 | \$233,720,000 | \$0 | \$247,885,911 |
| Caldwell | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$2,065,000 | \$1,755,000 | \$1,285,000 | \$0 | \$1,750,000 | \$6,855,000 | \$0 | \$6,955,000 |
| Cameron | \$0 | \$0 | \$0 | \$4,909,603 | \$1,764,000 | \$0 | \$0 | \$6,673,603 | \$0 | \$500,000 | \$0 | \$0 | \$10,000,000 | \$10,500,000 | \$0 | \$17,173,603 |
| Catahoula | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$860,000 | \$665,000 | \$11,770,000 | \$11,880,000 | \$350,000 | \$25,525,000 | \$0 | \$25,525,000 |
| Claiborne | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,110,000 | \$5,600,000 | \$0 | \$0 | \$15,300,000 | \$22,010,000 | \$0 | \$22,010,000 |
| Concordia | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$4,660,000 | \$385,000 | \$0 | \$0 | \$3,300,000 | \$8,345,000 | \$0 | \$8,345,000 |
| DeSoto | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$645,000 | \$1,990,000 | \$1,585,000 | \$1,350,000 | \$1,900,000 | \$7,470,000 | \$0 | \$7,470,000 |
| E. Carroll | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$4,190,000 | \$700,000 | \$4,435,000 | \$2,100,000 | \$3,400,000 | \$14,825,000 | \$0 | \$14,825,000 |
| E. Feliciana | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$4,205,000 | \$3,850,000 | \$0 | \$0 | \$13,150,000 | \$21,205,000 | \$0 | \$21,205,000 |
| EBR | \$442,500 | \$0 | \$39,930,000 | \$16,800,000 | \$0 | \$50,500,000 | \$409,783,000 | \$517,455,500 | \$71,865,000 | \$26,785,000 | \$12,190,000 | \$27,580,000 | \$219,629,520 | \$358,049,520 | \$0 | \$875,505,020 |
| Evangeline | \$130,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$130,000 | \$2,585,000 | \$1,100,000 | \$0 | \$0 | \$5,330,000 | \$9,015,000 | \$0 | \$9,145,000 |
| Franklin | \$0 | \$0 | \$550,000 | \$800,000 | \$0 | \$0 | \$0 | \$1,350,000 | \$990,000 | \$3,670,000 | \$1,950,000 | \$2,720,000 | \$4,950,000 | \$14,280,000 | \$0 | \$15,630,000 |
| Grant | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,175,000 | \$4,365,000 | \$1,100,000 | \$1,575,000 | \$11,175,000 | \$19,390,000 | \$0 | \$19,390,000 |
| Iberia | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$6,890,000 | \$8,940,000 | \$53,880,000 | \$0 | \$41,385,000 | \$111,095,000 | \$0 | \$111,195,000 |
| Iberville | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$2,160,000 | \$3,860,000 | \$0 | \$0 | \$810,000 | \$6,830,000 | \$0 | \$6,830,000 |
| Jackson | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$200,000 | \$400,000 | \$720,000 | \$0 | \$0 | \$1,320,000 | \$0 | \$1,320,000 |
| Jefferson | \$900,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$900,000 | \$72,585,000 | \$22,687,000 | \$59,345,000 | \$58,400,000 | \$137,525,000 | \$350,542,000 | \$0 | \$351,442,000 |
| Jefferson Davis | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$235,792 | \$0 | \$335,792 | \$0 | \$180,000 | \$0 | \$0 | \$0 | \$180,000 | \$0 | \$515,792 |
| Lafayette | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$12,155,000 | \$16,450,000 | \$23,950,000 | \$0 | \$49,580,000 | \$102,135,000 | \$0 | \$102,135,000 |
| Lafourche | \$0 | \$35,000,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$35,000,000 | \$3,925,000 | \$7,860,000 | \$42,700,000 | \$2,000,000 | \$32,955,000 | \$89,440,000 | \$0 | \$124,440,000 |
| LaSalle | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$0 | \$100,000 |
| Lincoln | \$0 | \$0 | \$400,000 | \$0 | \$0 | \$0 | \$0 | \$400,000 | \$13,760,000 | \$2,380,000 | \$1,200,000 | \$9,200,000 | \$43,565,000 | \$70,105,000 | \$0 | \$70,505,000 |
| Livingston | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$6,650,000 | \$4,445,000 | \$600,000 | \$670,000 | \$22,720,000 | \$35,085,000 | \$0 | \$35,085,000 |
| Madison | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,430,000 | \$805,000 | \$1,115,000 | \$1,425,000 | \$1,585,000 | \$6,360,000 | \$0 | \$6,360,000 |
| Morehouse | \$200,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$200,000 | \$2,270,000 | \$1,800,000 | \$0 | \$0 | \$310,000 | \$4,380,000 | \$0 | \$4,580,000 |
| Multi | \$0 | \$0 | \$1,932,000 | \$0 | \$0 | \$16,200,000 | \$0 | \$18,132,000 | \$100,030,000 | \$26,820,000 | \$171,285,000 | \$117,840,000 | \$217,750,000 | \$633,725,000 | \$0 | \$651,857,000 |
| Natchitoches | \$670,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$670,000 | \$25,325,000 | \$9,095,000 | \$3,000,000 | \$4,700,000 | \$46,495,000 | \$88,615,000 | \$0 | \$89,285,000 |
| Orleans | \$1,050,000 | \$300,000,000 | \$5,800,000 | \$3,300,000 | \$0 | \$3,088,126 | \$900,000,000 | \$1,213,238,126 | \$77,610,000 | \$65,820,000 | \$65,850,000 | \$64,415,000 | \$798,695,000 | \$1,072,390,000 | \$4,183,983 | \$2,289,812,109 |
| Ouachita | \$250,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$250,000 | \$8,075,000 | \$15,080,000 | \$9,020,000 | \$5,890,000 | \$26,410,000 | \$64,475,000 | \$0 | \$64,725,000 |
| Plaquemines | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$405,000 | \$2,650,000 | \$14,895,000 | \$16,875,000 | \$4,150,000 | \$38,975,000 | \$0 | \$38,975,000 |
| Pointe Coupee | \$0 | \$0 | \$0 | \$0 | \$96,000 | \$0 | \$0 | \$96,000 | \$1,030,000 | \$630,000 | \$0 | \$0 | \$2,770,000 | \$4,430,000 | \$0 | \$4,526,000 |
| Rapides | \$100,000 | \$3,632,000 | \$380,000 | \$0 | \$0 | \$0 | \$229,665,000 | \$233,777,000 | \$17,880,000 | \$25,590,000 | \$490,000 | \$675,000 | \$55,395,000 | \$100,030,000 | \$0 | \$333,807,000 |
| Red River | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$100,000 | \$1,140,000 | \$10,400,000 | \$0 | \$0 | \$8,595,000 | \$20,135,000 | \$0 | \$20,235,000 |
| Richland | \$500,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$500,000 | \$1,020,000 | \$1,700,000 | \$1,680,000 | \$23,570,000 | \$700,000 | \$28,670,000 | \$0 | \$29,170,000 |
| Sabine | \$0 | \$0 | \$0 | \$0 | \$105,048 | \$0 | \$0 | \$105,048 | \$5,205,000 | \$2,685,000 | \$0 | \$0 | \$2,815,000 | \$10,705,000 | \$0 | \$10,810,048 |
| St. Bernard | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$500,000 | \$8,570,000 | \$1,140,000 | \$2,120,000 | \$38,390,000 | \$50,720,000 | \$0 | \$50,720,000 |
| St. Charles | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$3,720,000 | \$0 | \$785,000 | \$1,200,000 | \$0 | \$5,705,000 | \$0 | \$5,705,000 |
| St. Helena | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,000,000 | \$400,000 | \$0 | \$0 | \$0 | \$1,400,000 | \$0 | \$1,400,000 |
| St. James | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$800,000 | \$8,550,000 | \$0 | \$10,750,000 | \$20,100,000 | \$0 | \$20,100,000 |
| St. John | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$17,000,000 | \$2,700,000 | \$2,500,000 | \$3,500,000 | \$35,705,000 | \$61,405,000 | \$0 | \$61,405,000 |
| St. Landry | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$380,000 | \$0 | \$0 | \$990,000 | \$1,370,000 | \$0 | \$1,370,000 |
| St. Martin | \$400,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$400,000 | \$3,180,000 | \$3,965,000 | \$300,000 | \$2,700,000 | \$7,200,000 | \$17,345,000 | \$0 | \$17,745,000 |
| St. Mary | \$250,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$250,000 | \$11,045,000 | \$2,545,000 | \$800,000 | \$0 | \$14,380,000 | \$28,770,000 | \$0 | \$29,020,000 |
| St. Tammany | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$6,390,000 | \$12,905,000 | \$0 | \$0 | \$30,105,000 | \$49,400,000 | \$0 | \$49,400,000 |
| Statewide | \$10,000,000 | \$40,500,000 | \$29,500,000 | \$885,587,218 | \$888,100 | \$11,000,000 | \$0 | \$977,475,318 | \$134,950,000 | \$97,000,000 | \$59,400,000 | \$0 | \$285,720,000 | \$577,070,000 | \$3,183,755 | \$1,557,729,073 |
| Tangipahoa | \$25,000 | \$0 | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$125,000 | \$7,560,000 | \$14,400,000 | \$10,080,000 | \$0 | \$27,335,000 | \$59,375,000 | \$0 | \$59,500,000 |
| Tensas | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$435,000 | \$800,000 | \$0 | \$0 | \$580,000 | \$1,815,000 | \$0 | \$1,815,000 |
| Terrebonne | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$3,045,000 | \$5,150,000 | \$11,380,000 | \$17,075,000 | \$28,725,000 | \$65,375,000 | \$0 | \$65,375,000 |
| Union | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,600,000 | \$1,950,000 | \$0 | \$0 | \$1,900,000 | \$5,450,000 | \$0 | \$5,450,000 |
| Vermilion | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$8,895,000 | \$7,190,000 | \$2,130,000 | \$0 | \$15,835,000 | \$34,050,000 | \$0 | \$34,050,000 |
| Vernon | \$750,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$750,000 | \$1,080,000 | \$4,930,000 | \$0 | \$0 | \$5,795,000 | \$11,805,000 | \$0 | \$12,555,000 |
| W. Carroll | \$250,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$250,000 | \$125,000 | \$765,000 | \$0 | \$0 | \$0 | \$890,000 | \$0 | \$1,140,000 |
| W. Feliciana | \$75,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$75,000 | \$1,195,000 | \$4,537,000 | \$800,000 | \$0 | \$4,453,000 | \$10,985,000 | \$0 | \$11,060,000 |
| Washington | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$13,615,000 | \$5,410,000 | \$0 | \$0 | \$21,535,000 | \$40,560,000 | \$0 | \$40,560,000 |
| WBR | \$153,000 | \$0 | \$0 | \$0 | \$100,000 | \$0 | \$0 | \$253,000 | \$0 | \$3,335,000 | \$0 | \$0 | \$16,205,000 | \$19,540,000 | \$0 | \$19,793,000 |
| Webster | \$0 | \$0 | \$0 | \$0 | \$0 | \$45,000,000 | \$0 | \$45,000,000 | \$4,800,000 | \$5,305,000 | \$2,270,000 | \$1,940,000 | \$22,240,000 | \$36,555,000 | \$0 | \$81,555,000 |
| Winn | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$2,765,000 | \$4,215,000 | \$0 | \$0 | \$11,570,000 | \$18,550,000 | \$0 | \$18,550,000 |
| Total | \$17,444,500 | \$379,132,000 | \$86,490,446 | \$921,396,821 | \$2,953,148 | \$126,023,918 | \$1,559,310,465 | \$3,092,751,298 | \$759,715,000 | \$537,744,000 | \$683,150,000 | \$414,230,000 | \$2,582,952,520 | \$4,977,791,520 | \$7,367,738 | \$8,077,910,556 |

Total State Spending Without Double Counting of Expenditures

| | FY 93 | FY 94 | FY 95 | FY 96 | FY 97 | FY 98 | FY 99 | FY 00 |
|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>Actual*</u> |
| State General Fund | \$4,240,552,369 | \$4,389,375,637 | \$4,728,548,124 | \$5,089,695,956 | \$5,837,910,286 | \$5,770,726,249 | \$5,818,159,735 | \$5,811,328,419 |
| Self Generated Revenue | \$732,512,152 | \$803,841,663 | \$879,679,517 | \$883,206,871 | \$892,029,972 | \$873,853,784 | \$880,018,178 | \$907,226,026 |
| Statutory Dedication | \$1,426,862,234 | \$1,471,241,071 | \$1,551,835,267 | \$1,484,128,479 | \$1,507,668,942 | \$1,659,659,471 | \$1,847,283,483 | \$2,120,666,811 |
| Interim Emergency Bd. | <u>\$3,854,734</u> | <u>\$3,312,436</u> | <u>\$2,121,262</u> | <u>\$3,662,910</u> | <u>\$4,442,738</u> | <u>\$4,547,493</u> | <u>\$4,488,327</u> | <u>\$2,092,944</u> |
| Total State Funds | \$6,403,781,489 | \$6,667,770,807 | \$7,162,184,170 | \$7,460,694,216 | \$8,242,051,938 | \$8,308,786,997 | \$8,549,949,723 | \$8,841,314,200 |
| % Chg | | 4.1% | 7.4% | 4.2% | 10.5% | 0.8% | 2.9% | 3.4% |
| % of Gross State Product | 7.7% | 7.3% | 7.3% | 7.2% | 7.5% | 7.2% | 7.1% | 6.9% |
| | | | | | | | | |
| Federal | \$4,322,939,897 | \$4,910,055,802 | \$4,733,335,968 | \$4,209,233,704 | \$4,260,178,608 | \$4,119,519,133 | \$4,204,178,286 | \$4,294,795,289 |
| % Chg | | 13.6% | -3.6% | -11.1% | 1.2% | -3.3% | 2.1% | 2.2% |
| | | | | | | | | |
| Total Budget | \$10,726,721,386 | \$11,577,826,609 | \$11,895,520,138 | \$11,669,927,920 | \$12,502,230,546 | \$12,428,306,130 | \$12,754,128,009 | \$13,136,109,489 |
| % Chg | | 7.9% | 2.7% | -1.9% | 7.1% | -0.6% | 2.6% | 3.0% |
| | | | | | | | | |
| Classified Employees | 44,312 | 44,921 | 45,098 | 55,372 | 55,407 | 55,852 | 56,007 | 56,662 |
| Unclassified Employees | <u>2,635</u> | <u>2,822</u> | <u>2,725</u> | <u>2,960</u> | <u>2,941</u> | <u>2,924</u> | <u>2,195</u> | <u>2,300</u> |
| Total Employees | 46,947 | 47,743 | 47,823 | 58,332 | 58,348 | 58,776 | 58,202 | 58,962 |
| % Chg | | 1.7% | 0.2% | 22.0% | 0.0% | 0.7% | -1.0% | 1.3% |

| | FY 01 | FY 02 | FY 03 | FY 04 | FY 05 | FY 06 | FY 07 | FY 08 |
|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>Actual*</u> | <u>Actual*</u> | <u>Actual*</u> | <u>Actual*</u> | <u>Actual*</u> | <u>Actual*</u> | <u>Budgeted</u> | <u>Appropriated</u> |
| State General Fund | \$6,279,796,406 | \$6,484,124,015 | \$6,593,839,128 | \$6,536,768,945 | \$7,179,361,987 | 7,750,084,805 | \$9,494,678,114 | \$8,565,467,702 |
| Self Generated Revenue | \$1,131,863,636 | \$1,063,917,530 | \$1,060,771,306 | \$1,279,607,742 | \$1,213,971,213 | 1,231,231,644 | \$1,466,587,022 | \$1,412,322,479 |
| Statutory Dedication | \$1,998,560,099 | \$2,582,272,904 | \$2,568,809,921 | \$2,499,947,780 | \$2,924,513,351 | \$2,966,045,493 | \$4,601,155,996 | \$4,006,412,943 |
| Interim Emergency Bd. | <u>\$4,287,912</u> | <u>\$4,764,095</u> | <u>\$5,091,801</u> | <u>\$1,855,193</u> | <u>\$2,785,111</u> | <u>\$3,368,411</u> | <u>\$3,902,736</u> | <u>\$0</u> |
| Total State Funds | \$9,414,508,053 | \$10,135,078,544 | \$10,228,512,156 | \$10,318,179,660 | \$11,320,631,662 | \$11,950,730,353 | \$15,566,323,868 | \$13,984,203,124 |
| % Chg | | 7.7% | 0.9% | 0.9% | 9.7% | 5.6% | 30.3% | -10.2% |
| % of Gross State Product | 7.1% | 7.6% | 7.4% | 6.7% | 6.6% | 6.4% | 8.5% | 8.0% |
| | | | | | | | | |
| Federal | \$4,713,910,763 | \$5,421,770,845 | \$5,812,966,128 | \$6,213,400,921 | \$6,342,171,627 | \$8,166,550,887 | \$15,795,634,593 | \$15,821,096,081 |
| % Chg | | 15.0% | 7.2% | 6.9% | 2.1% | 28.8% | 93.4% | 0.2% |
| | | | | | | | | |
| Total Budget | \$14,128,418,816 | \$15,556,849,389 | \$16,041,478,284 | \$16,531,580,581 | \$17,662,803,289 | \$20,117,281,240 | \$31,361,958,461 | \$29,805,299,205 |
| % Chg | | 10.1% | 3.1% | 3.1% | 6.8% | 13.9% | 55.9% | -5.0% |
| | | | | | | | | |
| Classified Employees | 44,591 | 43,983 | 44,460 | 42,268 | 43,507 | 42,888 | 42,837 | 43,747 |
| Unclassified Employees | <u>2,852</u> | <u>2,751</u> | <u>3,068</u> | <u>3,015</u> | <u>2,302</u> | <u>2,973</u> | <u>3,092</u> | <u>3,186</u> |
| Total Employees | 47,443 | 46,734 | 47,528 | 45,283 | 45,809 | 45,861 | 45,929 | 46,933 |
| % Chg | | -1.5% | 1.7% | -4.7% | 1.2% | 0.1% | 0.1% | 2.2% |

* Executive Budget Yellow Pages

Note: Reflects total state spending and avoids double counting of expenditures (primarily Ancillary Bill SGR, Rural Development Fund, IEB Appropriations, Interagency Transfers, etc.).

FY 93 to FY 96 Governor Edwards; FY 97 to FY 04 Governor Foster; FY 05 to present Governor Blanco.

FY 01 forward does not include positions and expenditures of the LSU Health Care Services Division that have been moved "off-budget".